# DEPARTMENT OF HEALTHCARE AND FAMILY SERVICES

### NOTICE OF PROPOSED AMENDMENT

- 1) Heading of the Part: Long Term Care Reimbursement Changes
- 2) Code Citation: 89 Ill. Adm. Code 153
- 3) <u>Section Number</u>: <u>Proposed Action</u>: 153.126 Amendment
- Statutory Authority: Section 12-13 of the Illinois Public Aid Code [305 ILCS 5/12-13] and P.A. 96-1530.
- 5) Complete Description of the Subjects and Issues Involved: Pending adoption of the FY 2013 Budget, the Department must meet federal public notice requirements regarding any modifications of Medicaid rate methodologies for institutional providers. Thus the Department is proposing amendments that reduce the 11% to 4% rate of return on capital investments for nursing facilities for an annual reduction of \$71 million, eliminating a \$10 add-on payment for clients with developmental disabilities for a savings of \$472 thousand, and removing the nurses aid training component from ICF/DDs but adding a standard amount to individual providers in order to reduce administrative costs.
- 6) Published studies or reports, and sources of underlying data, used to compose this rulemaking: None
- 7) Will this rulemaking replace any emergency rulemaking currently in effect? No
- 8) Does this rulemaking contain an automatic repeal date? No
- 9) Does this rulemaking contain incorporations by reference? No
- 10) Are there any other proposed rulemakings pending on this Part? No
- 11) <u>Statement of Statewide Policy Objectives</u>: This rulemaking does not affect units of local government.
- 12) <u>Time, Place, and Manner in which Interested Persons may Comment on this Proposed Rulemaking</u>: Any interested parties may submit comments, data, views, or arguments concerning this proposed rulemaking. All comments must be in writing and should be addressed to:

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217/782-1233

The Department requests the submission of written comments within 45 days after the publication of this Notice. The Department will consider all written comments it receives during the first notice period as required by Section 5-40 of the Illinois Administrative Procedure Act [5 ILCS 100/5-40].

- 13) <u>Initial Regulatory Flexibility Analysis:</u>
  - A) Types of small businesses, small municipalities and not-for-profit corporations affected: Long term care facilities
  - B) Reporting, bookkeeping or other procedures required for compliance: None
  - C) <u>Types of professional skills necessary for compliance</u>: None
- 14) Regulatory Agenda on which this Rulemaking was Summarized: January 2012

The text of the Proposed Amendment is on the next page.

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# TITLE 89: SOCIAL SERVICES CHAPTER I: DEPARTMENT OF HEALTHCARE AND FAMILY SERVICES SUBCHAPTER e: GENERAL TIME-LIMITED CHANGES

# PART 153 LONG TERM CARE REIMBURSEMENT CHANGES

Section	
153.100	Reimbursement for Long Term Care Services
153.125	Long Term Care Facility Rate Adjustments
153.126	Long Term Care Facility Medicaid Per Diem Adjustments
153.150	Quality Assurance Review (Repealed)

AUTHORITY: Implementing and authorized by Articles III, IV, V, VI and Section 12-13 of the Illinois Public Aid Code [305 ILCS 5/Arts. III, IV, V and VI and 12-13].

SOURCE: Emergency rules adopted at 18 Ill. Reg. 2159, effective January 18, 1994, for maximum of 150 days; adopted at 18 Ill. Reg. 10154, effective June 17, 1994; emergency amendment at 18 III. Reg. 11380, effective July 1, 1994, for a maximum of 150 days; amended at 18 Ill. Reg. 16669, effective November 1, 1994; emergency amendment at 19 Ill. Reg. 10245, effective June 30, 1995, for a maximum of 150 days; amended at 19 Ill. Reg. 16281, effective November 27, 1995; emergency amendment at 20 Ill. Reg. 9306, effective July 1, 1996, for a maximum of 150 days; amended at 20 Ill. Reg. 14840, effective November 1, 1996; emergency amendment at 21 Ill. Reg. 9568, effective July 1, 1997, for a maximum of 150 days; amended at 21 Ill. Reg. 13633, effective October 1, 1997; emergency amendment at 22 Ill. Reg. 13114, effective July 1, 1998, for a maximum of 150 days; amended at 22 Ill. Reg. 16285, effective August 28, 1998; amended at 22 Ill. Reg. 19872, effective October 30, 1998; emergency amendment at 23 Ill. Reg. 8229, effective July 1, 1999, for a maximum of 150 days; emergency amendment at 23 Ill. Reg. 12794, effective October 1, 1999, for a maximum of 150 days; amended at 23 Ill. Reg. 13638, effective November 1, 1999; emergency amendment at 24 Ill. Reg. 10421, effective July 1, 2000, for a maximum of 150 days; amended at 24 Ill. Reg. 15071. effective October 1, 2000; emergency amendment at 25 Ill. Reg. 8867, effective July 1, 2001, for a maximum of 150 days; amended at 25 Ill. Reg. 14952, effective November 1, 2001; emergency amendment at 26 Ill. Reg. 6003, effective April 11, 2002, for a maximum of 150 days; emergency amendment repealed at 26 Ill. Reg. 12791, effective August 9, 2002, for a maximum of 150 days; emergency amendment at 26 Ill. Reg. 11087, effective July 1, 2002, for a maximum of 150 days; amended at 26 Ill. Reg. 17817, effective November 27, 2002; emergency amendment at 27 Ill. Reg. 11088, effective July 1, 2003, for a maximum of 150 days; amended at 27 Ill. Reg. 18880, effective November 26, 2003; emergency amendment at 28 Ill. Reg. 10218,

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effective July 1, 2004, for a maximum of 150 days; amended at 28 Ill. Reg. 15584, effective November 24, 2004; emergency amendment at 29 Ill. Reg. 1026, effective January 1, 2005, for a maximum of 150 days; emergency amendment at 29 III. Reg. 4740, effective March 18, 2005, for a maximum of 150 days; amended at 29 Ill. Reg. 6979, effective May 1, 2005; amended at 29 Ill. Reg. 12452, effective August 1, 2005; emergency amendment at 30 Ill. Reg. 616, effective January 1, 2006, for a maximum of 150 days; emergency amendment modified pursuant to the Joint Committee on Administrative Rules Objection at 30 Ill. Reg. 7817, effective April 7, 2006, for the remainder of the maximum 150 days; amended at 30 Ill. Reg. 10417, effective May 26, 2006; emergency amendment at 30 Ill. Reg. 11853, effective July 1, 2006, for a maximum of 150 days; emergency expired November 27, 2006; amended at 30 Ill. Reg. 14315, effective August 18, 2006; emergency amendment at 30 Ill. Reg. 18779, effective November 28, 2006, for a maximum of 150 days; amended at 31 Ill. Reg. 6954, effective April 26, 2007; emergency amendment at 32 Ill. Reg. 535, effective January 1, 2008, for a maximum of 150 days; emergency amendment at 32 Ill. Reg. 4105, effective March 1, 2008, for a maximum of 150 days; amended at 32 Ill. Reg. 7761, effective May 5, 2008; amended at 32 Ill. Reg. 9972, effective June 27, 2008; amended at 33 Ill. Reg. 9347, effective July 1, 2009; emergency amendment at 34 Ill. Reg. 17462, effective November 1, 2010, for a maximum of 150 days; amended at 35 Ill. Reg. 6171, effective March 28, 2011; amended at 35 Ill. Reg. 19524, effective December 1, 2011; amended at 36 Ill. Reg. \_\_\_\_\_, effective\_

# Section 153.126 Long Term Care Facility Medicaid Per Diem Adjustments

- a) Notwithstanding the provisions set forth in Section 153.100, the sociodevelopment component for facilities that are federally defined as Institutions for Mental Disease (see 89 Ill. Adm. Code 145.30) shall be increased by 253 percent beginning with services provided on and after March 1, 2008.
- b) Notwithstanding the provisions set forth in Section 153.100, daily residential rates effective on March 1, 2008, for intermediate care facilities for persons with developmental disabilities (ICF/DD), including skilled nursing facilities for persons under 22 years of age (SNF/Ped), for which a patient contribution is required, shall be increased by 2.2 percent.
- c) Notwithstanding the provisions set forth in Section 153.100, developmental training rates effective on March 1, 2008 shall be increased by 2.5 percent.
- Motwithstanding the provisions set forth in Section 153.100, effective July 1,
   2012, developmental training rates for intermediate care facilities for persons with developmental disabilities (ICF/DD), including skilled long term care facilities for

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persons under 22 years of age (SNF/Ped), shall be increased by \$1.00 per billable day, per resident for staff training reimbursement.

- e) Notwithstanding the provisions set forth in Section 153.100, developmental training rates for intermediate care facilities for persons with developmental disabilities (ICF/DD), including skilled long term care facilities for persons under 22 years of age (SNF/Ped), effective July 1, 2012, shall be increased by \$3.81 per month, per resident for staff training reimbursement.
- f) Notwithstanding the provisions set forth in Section 153.100, Section 153.125 and Section 153.126, for dates of service provided on or after July 1, 2012, the nursing component for nursing facilities shall be reimbursed through RUGs methodology described in 89 Ill. Adm. Code Part 147.
- g) Notwithstanding the provisions set forth in Section 153.100, Section 153.125 and Section 153.126, for dates of service provided on or after July 1, 2012, the ten dollars (\$10) per day per individual payment for individuals with developmental disabilities in nursing facilities as described in 89 Ill. Adm. Code 147.350 shall be eliminated.
- h) Notwithstanding the provisions set forth in Section 153.100, Section 153.125 and Section 153.126, effective July 1, 2012, the return on capital investment shall be 4% as described in 89 Ill. Adm. Code 140.570 and 89 Ill. Adm. Code 144.325.

Source:	Amended at 36 Ill. Reg.	. effective	)