

**PROPOSED CHANGES IN METHODS AND STANDARDS  
FOR ESTABLISHING MEDICAL ASSISTANCE PAYMENT RATES**

**STATE OF ILLINOIS  
DEPARTMENT OF HEALTHCARE AND FAMILY SERVICES**

The Illinois Department of Healthcare and Family Services (HFS) is proposing changes in the methods and standards by which the Department will reimburse hospital providers. The proposed changes are in accordance with [Public Act 102-0886](#) and are effective for dates of service on or after January 1, 2023. These changes will be applicable to fee for service payments, as well as included in actuarially sound rates.

The Department is updating the \$3.564 billion hospital assessment program to meet federal guidelines by transitioning payments from pass-through to directed payments and updating fee for service supplemental payments including the state's graduate medical education (GME) program. The proposed changes include reductions to pass-through payments and increases to directed payments, GME, and FFS supplemental payments.

In total, the proposed changes result in an increase of \$62 million to hospital providers.

The proposed changes are subject to approval by the federal Centers for Medicare and Medicaid Services and may be modified or revised during the approval process.

Any interested party may submit questions or comments concerning these proposed changes in reimbursement methods and standards. All questions or comments must be submitted in writing within thirty (30) days of the publication date of this notice and addressed to:

Bureau of Program and Policy Coordination  
Division of Medical Programs  
Healthcare and Family Services  
201 South Grand Avenue East  
Springfield, IL 62763-0001  
E-mail address: [HFS.BPPC@illinois.gov](mailto:HFS.BPPC@illinois.gov)

The notice may be viewed at the DHS local offices (except in Cook County). In Cook County, the notice and clarification may be reviewed at the Office of the Director, Illinois Department of Healthcare and Family Services, 401 South Clinton Street, 1<sup>st</sup> Floor, Chicago, Illinois. Comments received regarding this notice shall be published on the HFS web site at <http://www.illinois.gov/hfs/info/legal/PublicNotices/Pages/>.

This notice is being provided in accordance with federal requirements found at 42 *CFR* 447.205.