



April 21, 2010



UPDATE!

Acuity Adjustment Delayed Until July 1, 2010

What does this mean?

Effective February 1 to June 30 - All Rhode Island nursing homes will be subject to a “Two-Tier” Medicaid rate reduction effective 2/1/10 that will fund a portion of the State of Rhode Island’s FY10 budget shortfall. The results of the acuity system (not yet finalized) will determine in which tier a facility falls. “Winners” and “Losers” under the new acuity system will be subject to either a 1.5% or 2.1% Medicaid rate reduction, respectively. Until the new acuity system is finalized, a nursing facility will not know if it is a “winner” or “loser” or the amount of its daily retroactive recoupment effective 2/1/10.

Effective July 1 forward - The “Two-Tier” rate reduction ends and a “Single-Tier” Medicaid rate reduction of 1.768% will be applicable to **all** Rhode Island nursing facilities. At the same time, the new acuity system will be implemented.

If you have any questions, please feel free to contact your LGC&D representative.



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