#### **DEPARTMENT OF SOCIAL SERVICES**



DIVISION OF MEDICAL SERVICES
700 GOVERNORS DRIVE
PIERRE, SD 57501-2291
PHONE: 605.773.3495

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May 28, 2024

RE: South Dakota Medicaid State Plan Amendment #SD-24-0011

The South Dakota Department of Social Services intends to make changes to the South Dakota Medicaid State Plan to implement community mental health center (CMHC) and substance use disorder (SUD) agency rate increases appropriated by the state legislature during the 2024 legislative session effective June 1, 2024.

Medicaid CMHC and SUD Agency rates will be updated to the target rate methodology that was established by the rate workgroup, which included behavioral health providers and the Department of Social Services Division of Finance and Division of Behavioral Health. The updated fee schedules will be posted by June 1, 2024 on the department's website at:

http://dss.sd.gov/medicaid/providers/feeschedules/dss/. South Dakota Medicaid providers should continue to submit claims and bill South Dakota Medicaid as they did prior to June 1, 2024. Fee schedules are the maximum allowable reimbursement amount; per ARSD 67:16:01:09 payment for services is limited to the provider's usual and customary charge.

The proposed amendment revises Attachment 4.19-B, Introduction page 1. The department intends to make this SPA effective June 1, 2024.

The department estimates the fiscal impact will be \$183,053 in State funds and \$273,752 in Federal funds, totaling \$456,804 in Federal Fiscal Year 2024 (June 1, 2024 to September 30, 2024) and \$732,211 in State funds and \$1,095,006 in Federal funds, totaling \$1,827,217 in Federal Fiscal Year 2025 (October 1, 2024 to September 2025).

The SPA is available to view on the department's website at <a href="http://dss.sd.gov/medicaid/medicaidstateplan.aspx">http://dss.sd.gov/medicaid/medicaidstateplan.aspx</a>. Copies of the proposed SPA pages are also available at the Department of Social Services, Division of Medical Services. Written requests for a copy of these changes, and corresponding comments, may be emailed to <a href="MedicaidSPA@state.sd.us">MedicaidSPA@state.sd.us</a> or sent to:

DIVISION OF MEDICAL SERVICES DEPARTMENT OF SOCIAL SERVICES 700 GOVERNORS DRIVE PIERRE, SD 57501-2291

The public comment period will start May 28, 2024, and end June 28, 2024.

Sincerely,

Matthew Ballard Deputy Director

**Division of Medical Services** 

South Dakota Department of Social Services

CC: Matt Althoff, Cabinet Secretary Heather Petermann, Director

#### PUBLIC NOTICE

### South Dakota Medicaid Program

Notice is hereby given that the South Dakota Department of Social Services intends to make changes to the South Dakota Medicaid State Plan to implement community mental health center (CMHC) and substance use disorder (SUD) agency rate increases appropriated by the state legislature during the 2024 legislative session effective June 1, 2024.

Medicaid CMHC and SUD Agency rates will be updated to the target rate methodology that was established by the rate workgroup, which included behavioral health providers and the Department of Social Services Division of Finance and Division of Behavioral Health. The updated fee schedules will be posted by June 1, 2024 on the department's website at: <a href="http://dss.sd.gov/medicaid/providers/feeschedules/dss/">http://dss.sd.gov/medicaid/providers/feeschedules/dss/</a>. South Dakota Medicaid providers should continue to submit claims and bill South Dakota Medicaid as they did prior to June 1, 2024. Fee schedules are the maximum allowable reimbursement amount; per ARSD 67:16:01:09 payment for services is limited to the provider's usual and customary charge.

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The public comment period will start May 28, 2023, and end June 28, 2023.

## **Medicaid State Plan Amendment Proposal**

Transmittal Number: SD-24-0011

Effective Date: June 1, 2024

**Brief Description:** This State Plan Amendment implements community mental health center (CMHC) and substance use disorder (SUD) agency rate increases appropriated by the state legislature during the 2024 legislative session effective June 1, 2024.

Area of State Plan Affected: Attachment 4.19-B

Page(s) of State Plan Affected: Attachment 4.19-B, Introduction page 1

Estimate of Fiscal Impact, if Any: SFY24: \$456,804

SFY25: \$1,827,217

Reason for Amendment: Implement rate increases appropriated by the state

legislature.

# ATTACHMENT 4.19-B INTRODUCTION

Payment rates for the services listed below are effective for services provided on or after the corresponding date. Fee schedules are published on the Department's website at <a href="http://dss.sd.gov/medicaid/providers/feeschedules/">http://dss.sd.gov/medicaid/providers/feeschedules/</a>. Effective dates listed on the introductory page supersede the effective dates listed elsewhere in Attachment 4.19-B. Unless otherwise noted in the referenced state plan pages, reimbursement rates are the same for both governmental and private providers.

Service	Attachment	Effective Date
Early and Periodic Screening, Diagnosis, and Treatment (EPSDT)	Attachment 4.19-B, Page 4	July 1, 2023
Physician Services	Attachment 4.19-B, Page 6	July 1, 2023
Optometrist Services	Attachment 4.19-B, Page 9	July 1, 2023
Chiropractic Services	Attachment 4.19-B, Page 10	July 1, 2023
Independent Mental Health Practitioners	Attachment 4.19-B, Page 11	July 1, 2023
Nutritionist and Dietician Services	Attachment 4.19-B, Page 11	July 1, 2023
Home Health Services	Attachment 4.19-B, Page 12	July 1, 2023
Durable Medical Equipment	Attachment 4.19-B, Page 13	July 1, 2023
Clinic Services	Attachment 4.19-B, Page 15	July 1, 2023
Dental Services	Attachment 4.19-B, Page 16	July 1, 2023
Physical Therapy	Attachment 4.19-B, Page 17	July 1, 2023
Occupational Therapy	Attachment 4.19-B, Page 18	July 1, 2023
Speech, Hearing, or Language Disorder Services	Attachment 4.19-B, Page 19	July 1, 2023
Dentures	Attachment 4.19-B, Page 21	July 1, 2023
Prosthetic Devices	Attachment 4.19-B, Page 22	July 1, 2023
Eyeglasses	Attachment 4.19-B, Page 23	July 1, 2023
Diabetes Self-Management Training	Attachment 4.19-B, Page 26	July 1, 2023
Community Health Workers	Attachment 4.19-B, Page 26	July 1, 2023
Community Mental Health Centers	Attachment 4.19-B, Page 26	June 1, 2024
Substance Use Disorder Agencies	Attachment 4.19-B, Page 26	June 1, 2024 *
Nurse Midwife Services	Attachment 4.19-B, Page 31	July 1, 2023
Pregnancy PCCM Program	Attachment 4.19-B, Page 39a	April 1, 2024
Transportation	Attachment 4.19-B, Page 38	July 1, 2023
Personal Care Services	Attachment 4.19-B, Page 38	July 1, 2023
Freestanding Birth Centers	Attachment 4.19-B, Page 39	July 1, 2023
Professional Services Provided in a Freestanding Birth Center	Attachment 4.19-B, Page 39	July 1, 2023

<sup>\*</sup>Room and board is not included in these rates.

TN# <u>24-0011</u> SUPERCEDES TN# <u>24-0001</u>

Approval Date: