



State Plan Amendment Rate Committee (SPARC)

Agenda

September 6, 2022

2:00 PM

OHCA Board Room

4345 N. Lincoln Blvd

Oklahoma City, OK

I. Welcome and Roll Call: **Chair, Josh Richards**

This meeting will occur at the OHCA building at 4345 N. Lincoln Blvd., Oklahoma City, OK 73105. All Committee members will participate in person.

Committee Members:

- Josh Richards (Chair, OHCA)
- Aaron Morris (OHCA)
- Sandra Puebla (OHCA)
- Debra Montgomery (OHCA)
- Leigh Newby (OSDH)
- Melissa Miller (ODMHSAS)
- Steven Byrom (OKDHS)

Public access via Zoom:

https://okhca.zoom.us/webinar/register/WN_Ht557SoTQEqZwoprToyAxw

*Please note: Since the physical address for the OHCA SPARC Meeting has resumed, any live-streaming option provided is provided as a courtesy. Should such live-streaming option fail or have technical issues, the OHCA SPARC Meeting will not be suspended or reconvened because of this failure or technical issue.

II. Public Comments (2-minute limit): **Chair, Josh Richards**

III. Rate issues to be addressed: Presentation, discussion, and vote

- A. Human Donor Breast Milk
(Presented by **Jimmy Witcosky**, OHCA)
- B. Dental Rate Methodology Update
(Presented by **Jimmy Witcosky**, OHCA)



ADDRESS

4345 N. Lincoln Blvd.
Oklahoma City, OK 73105



WEBSITES

okhca.org
mysoonerCare.org



PHONE

Admin: 405-522-7300
Helpline: 800-987-7767



Kevin Corbett | Chief Executive Officer

J. Kevin Stitt | Governor

- C. DDS Extensive Residential Supports
(Presented by **Mark Lewis**, OHS)
- D. MFP Rate Increase
(Presented by **David Ward**, OHCA)
- E. MFW Rate Increase
(Presented by **David Ward**, OHCA)

IV. Adjournment: **Chair, Josh Richards**

FUTURE SPARC MEETING
TBD



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STATE PLAN AMENDMENT RATE COMMITTEE

HUMAN DONOR BREAST MILK

1. IS THIS A RATE CHANGE OR A METHOD CHANGE?

Rate Change

2. IS THIS CHANGE AN INCREASE, DECREASE, OR NO IMPACT?

Increase

3. PRESENTATION OF ISSUE – WHY IS THIS CHANGE BEING MADE?

The Oklahoma Health Care Authority is requesting to add coverage to provide Medicaid coverage for pasteurized donor human milk and donor human milk-derived products in a home setting, for infants, when deemed medically necessary by a qualified provider.

4. CURRENT METHODOLOGY AND/OR RATE STRUCTURE.

Currently OHCA does not pay for HCPCS Procedure Code T2101 (HUMAN BREAST MILK PROCESSING, STORAGE AND DISTRIBUTION ONLY).

5. NEW METHODOLOGY OR RATE STRUCTURE.

The Oklahoma Health Care Authority requests that HCPCS Procedure Code T2101 (HUMAN BREAST MILK PROCESSING, STORAGE AND DISTRIBUTION ONLY) to be paid \$4.29 per ounce (\$14.50 per 3.38 ounce bottle).

6. BUDGET ESTIMATE.

The estimated budget impact for SFY 2023 will be an increase in the total amount of \$229,211; with \$59,801 in state share.

The estimated budget impact for SFY 2024 will be an increase in the total amount of \$343,816; with \$112,153 in state share.

OHCA attests that it has adequate funds to cover the state share of the projected cost of services.

7. AGENCY ESTIMATED IMPACT ON ACCESS TO CARE.

This will not have a negative impact on access to care.

8. RATE OR METHOD CHANGE IN THE FORM OF A MOTION.



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The Oklahoma Health Care Authority requests the State Plan Amendment Rate Committee approve HCPCS Procedure Code T2101 (HUMAN BREAST MILK PROCESSING, STORAGE AND DISTRIBUTION ONLY) to be paid \$4.29 per ounce (\$14.50 per 3.38 ounce bottle).

9. EFFECTIVE DATE OF CHANGE.

November 1, 2022

STATE PLAN AMENDMENT RATE COMMITTEE

DENTAL RATE METHODOLOGY UPDATE

1. IS THIS A RATE CHANGE OR A METHOD CHANGE?

Method Change

2. IS THIS CHANGE AN INCREASE, DECREASE, OR NO IMPACT?

Increase

3. PRESENTATION OF ISSUE – WHY IS THIS CHANGE BEING MADE?

The Oklahoma Health Care Authority is requesting to update the rate methodology used to pay for dental services. OHCA was appropriated dollars in the SFY2023 budget to increase dental rates. Updating the dental rate methodology would improve our ratio of Medicaid reimbursement to private dental insurance reimbursement to 73.02%, over a 10% improvement in this ratio. Also, the proposed rates would be over what New Mexico Medicaid pays for dental services, and on par with what Colorado Medicaid pays.

4. CURRENT METHODOLOGY AND/OR RATE STRUCTURE.

The current methodology to pay dental services uses a calculation of Relative Value Units (RVUs) times a Conversion Factor. The current RVUs have not been updated in several years. The current Conversion Factor used is 30.4887 for all populations and has not been updated in several years.

5. NEW METHODOLOGY OR RATE STRUCTURE.

The proposed rate methodology to pay dental services would continue using a calculation of Relative Value Units (RVUs) times a Conversion Factor. The proposed rate methodology would be to update the RVUs annually from the Optum Coding Relative Values for Dentists Data File. The proposed rate methodology would also use a different Conversion Factor for children and adults. The proposed Conversion Factors would be 30.4887 for children and 33.5700 for adults. The increase in the aggregate for children would be over 5%, and for adults over 14%.

6. BUDGET ESTIMATE.

The estimated budget impact for SFY 2023 will be an increase in the total amount of \$13,535,511; with \$2,527,105 in state share.

The estimated budget impact for SFY 2024 will be an increase in the total amount of \$18,047,348; with \$4,409,178 in state share.



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OHCA attests that it has adequate funds to cover the state share of the projected cost of services.

7. AGENCY ESTIMATED IMPACT ON ACCESS TO CARE.

This will have a positive impact on access to care, especially in recruiting dentists to serve our adult populations.

8. RATE OR METHOD CHANGE IN THE FORM OF A MOTION.

The Oklahoma Health Care Authority requests the State Plan Amendment Rate Committee approve the proposed rate methodology to update the RVUs annually from the Optum Coding Relative Values for Dentists Data File and update the Conversion Factors to 30.4887 for children and 33.5700 for adults.

9. EFFECTIVE DATE OF CHANGE.

October 1, 2022

STATE PLAN AMENDMENT RATE COMMITTEE

DEVELOPMENTAL DISABILITIES SERVICES INCREASES

1. IS THIS A RATE CHANGE OR A METHOD CHANGE?

RATE CHANGE

2. IS THIS CHANGE AN INCREASE, DECREASE, OR NO IMPACT?

DECREASE

3. PRESENTATION OF ISSUE – WHY IS THIS CHANGE BEING MADE?

Oklahoma Human Services is proposing to decrease the rate for Extensive Residential Supports and Extensive Residential Supports Therapeutic leave. The rate decrease is needed to correct an error when calculating the 25% rate increase effective October 1, 2022. The rate was newly created with the 25% rate increase embedded and thus not subject to the previous rate increase. The service is available to members in the Homeward Bound Waiver and the Community Waiver.

4. CURRENT METHODOLOGY AND/OR RATE STRUCTURE.

The current rate structure is a fixed and uniform rate established through the SPARC process. The current services, service codes and rates are as follows:

<u>Procedure Description</u>	<u>Code</u>	<u>Service Unit</u>	<u>Current Rate</u>	<u>Proposed Rate</u>
Extensive Residential Supports	T2033 TG	Day	\$ 1,162.40	\$ 929.92
Extensive Residential Supports Therapeutic Leave	T2033 TG	Day	\$ 1,162.40	\$ 929.92

5. NEW METHODOLOGY OR RATE STRUCTURE.

The table below indicates the services and per service rate increase proposed:

<u>Procedure Description</u>	<u>Code</u>	<u>Service Unit</u>	<u>Proposed Rate</u>	<u>Net Annual Cost</u>
Extensive Residential Supports	T2033 TG	Day	\$ 929.92	\$ (867,035.00)
Extensive Residential Supports Therapeutic Leave	T2033 TG	Day	\$ 929.92	\$ (250.00)

6. BUDGET ESTIMATE.

In SFY 2023, the total savings for 9 months will be \$837,776, with a 25.57% state share of \$214,219. In SFY 2024, the total savings will be \$1,117,035, with a 32.4% state share of \$361,919.



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7. AGENCY ESTIMATED IMPACT ON ACCESS TO CARE.

Decreasing the rate will have no effect on access to care.

8. RATE OR METHOD CHANGE IN THE FORM OF A MOTION.

Oklahoma Human Services requests the proposed rates are decreased as presented.

9. EFFECTIVE DATE OF CHANGE.

October 1, 2022, upon approval by CMS

STATE PLAN AMENDMENT RATE COMMITTEE

MONEY FOLLOWS THE PERSON/OKLAHOMA'S LIVING CHOICE RATE INCREASES

1. IS THIS A RATE CHANGE OR A METHOD CHANGE?

Rate Change

2. IS THIS CHANGE AN INCREASE, DECREASE, OR NO IMPACT?

Increase

3. PRESENTATION OF ISSUE – WHY IS THIS CHANGE BEING MADE?

Oklahoma Health Care Authority (OHCA) is seeking to implement a provider rate increase pursuant to 1915(c) Home and Community-Based Services Waiver Instructions and Technical Guidance.

The Oklahoma Legislature appropriated and specifically funded a 25% rate increase for their five 1915(c) waiver HCBS providers contracted with Oklahoma Human Services (OHS). The intent is to standardize provider rates across the 1915(c) Home and Community Based Services and the Money Follows the Person Demonstration/Oklahoma's Living Choice program. Without this additional support, staffing shortages could result in adverse health and safety outcomes for the individuals served.

4. CURRENT METHODOLOGY AND/OR RATE STRUCTURE.

The current rate structure for the Money Follows the Person Demonstration/Oklahoma's Living Choice provided in the proposed rate changes are fixed and uniform rates established through the State Plan Amendment Rate Committee process, with the following waiver requirements:

- Additionally, the proposed rates will be consistent with the 1915(c) HCBS waiver programs operated by OHS.

SERVICES AND CURRENT RATES ARE LISTED BELOW:

Living Choice Services	Code	Unit Type	Current Rate
Adult Day Health	S5100	15-min	\$2.04
Adult Day Health – Personal Care	S5105	Session	\$8.27
Adult Day Health – Therapy	S5105	Session	\$11.70
Advanced Supportive/Restorative Assistance	T1019-TF	15-min	\$4.57
Assisted Living Tier 1 Services	T2031	per diem	\$49.33

STATE PLAN AMENDMENT RATE COMMITTEE

Living Choice Services	Code	Unit Type	Current Rate
Assisted Living Tier 2 Services	T2031-TF	per diem	\$66.57
Assisted living Tier 3 Services	T2031-TG	per diem	\$93.11
Case Management	T1016	15-min	\$15.41
Case Management - Very Rural	T1016-TN	15-min	\$22.06
Institutional Case Management	T1016-U7	15-min	\$15.41
Institutional Case Management - Very Rural	T1016-U7-TN	15-min	\$22.06
Transition Case Management	T1016-U3	15-min	\$15.41
Transition Case Management - Very Rural	T1016-U3-TN	15-min	\$22.06
Home Delivered Meals	S5170	per meal	\$5.41
Hospice Care	S9126	per diem	\$128.80
In-Home Respite	T1005	15-min	\$4.24
In-Home Extended Respite	S9125	per diem	\$179.40
Personal Care	T1019	15-min	\$4.24
Private Duty Nursing	T1000	15-min	\$8.17
RN Assessment/Evaluation	T1002	15-min	\$14.61
Skilled Nursing – Home Health Setting (LPN)	G0300	15-min	\$14.61
Skilled Nursing – Home Health Setting (RN)	G0299	15-min	\$14.61
Occupational Therapy	G0152	15-min	\$21.63
Physical Therapy	G0151	15-min	\$21.63
Respiratory Therapy	G0237	15-min	\$14.87
Speech/Language Therapy	G0153	15-min	\$21.63
Self-Direction Advanced Supportive/Restorative	S5125-TF	15-min	\$4.57
Self-Direction Extended Respite	S9125-U4	15-min	\$179.40
Self-Direction Respite	T1005-U4	15-min	\$4.24
Self-Direction Personal Care	T1019	15-min	\$4.24

5. NEW METHODOLOGY OR RATE STRUCTURE.

The new rates are based on an average of a 25% increase of existing rates. This is to align with the OHS rates presented at a previous SPARC hearing. OHCA Waiver programs had some past rate increases/decreases that the OHS Waivers did not.

Living Choice Services	Code	Unit Type	Current Rate	New Rate
Adult Day Health	S5100	15-min	\$2.04	\$2.60
Adult Day Health – Personal Care	S5105	Session	\$8.27	\$10.34
Adult Day Health – Therapy	S5105	Session	\$11.70	\$14.63
Advanced Supportive/Restorative Assistance	T1019-TF	15-min	\$4.57	\$5.65

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Living Choice Services	Code	Unit Type	Current Rate	New Rate
Assisted Living Tier 1 Services	T2031	per diem	\$49.33	\$61.24
Assisted Living Tier 2 Services	T2031-TF	per diem	\$66.57	\$82.64
Assisted living Tier 3 Services	T2031-TG	per diem	\$93.11	\$115.59
Case Management	T1016	15-min	\$15.41	\$19.11
Case Management - Very Rural	T1016-TN	15-min	\$22.06	\$27.36
Institutional Case Management	T1016-U7	15-min	\$15.41	\$19.11
Institutional Case Management - Very Rural	T1016-U7-TN	15-min	\$22.06	\$27.36
Transition Case Management	T1016-U3	15-min	\$15.41	\$19.11
Transition Case Management - Very Rural	T1016-U3-TN	15-min	\$22.06	\$27.36
Home Delivered Meals	S5170	per meal	\$5.41	\$6.44
Hospice Care	S9126	per diem	\$128.80	\$154.75
In-Home Respite	T1005	15-min	\$4.24	\$5.26
In-Home Extended Respite	S9125	per diem	\$179.40	\$219.44
Personal Care	T1019	15-min	\$4.24	\$5.26
Private Duty Nursing	T1000	15-min	\$8.17	\$10.00
RN Assessment/Evaluation	T1002	15-min	\$14.61	\$19.50
Skilled Nursing – Home Health Setting (LPN)	G0300	15-min	\$14.61	\$18.20
Skilled Nursing – Home Health Setting (RN)	G0299	15-min	\$14.61	\$19.50
Occupational Therapy	G0152	15-min	\$21.63	\$26.00
Physical Therapy	G0151	15-min	\$21.63	\$26.00
Respiratory Therapy	G0237	15-min	\$14.87	\$18.60
Speech/Language Therapy	G0153	15-min	\$21.63	\$24.43
Self-Direction Advanced Supportive/Restorative	S5125-TF	15-min	\$4.57	\$5.65
Self-Direction Extended Respite	S9125-U4	15-min	\$179.40	\$219.44
Self-Direction Respite	T1005-U4	15-min	\$4.24	\$5.26
Self-Direction Personal Care	T1019	15-min	\$4.24	\$5.26

6. BUDGET ESTIMATE.

Oklahoma's FFY 2023 FMAP will be 87.85%. The estimated budget impact for SFY 2023 will be an increase in the total amount of \$61,310; with \$7,449 in state share for the remainder of SFY 2023.

The estimated budget impact for SFY 2024 will be an increase in the total amount of \$81,746; with \$26,486 in state share.

OHCA attests that it has adequate funds to cover the state share of the projected cost of services.



STATE PLAN AMENDMENT RATE COMMITTEE

7. AGENCY ESTIMATED IMPACT ON ACCESS TO CARE.

The rate increase will have a positive impact on access to care as providers are able to meet increased labor costs.

8. RATE OR METHOD CHANGE IN THE FORM OF A MOTION.

Oklahoma Health Care Authority requests the State Plan Amendment Rate Committee approve the proposed 25% average rate increases to bring OHCA Waiver rates in alignment with OHCA Waiver rates.

9. EFFECTIVE DATE OF CHANGE.

October 1, 2022, upon approval by CMS

STATE PLAN AMENDMENT RATE COMMITTEE

MEDICALLY FRAGILE WAIVER SERVICES RATE INCREASES

1. IS THIS A RATE CHANGE OR A METHOD CHANGE?

Rate Change

2. IS THIS CHANGE AN INCREASE, DECREASE, OR NO IMPACT?

Increase

3. PRESENTATION OF ISSUE – WHY IS THIS CHANGE BEING MADE?

Oklahoma Health Care Authority (OHCA) is seeking to implement a provider rate increase pursuant to 1915(c) Home and Community-Based Services Waiver Instructions and Technical Guidance.

The Oklahoma Legislature appropriated and specifically funded a 25% rate increase for their five 1915(c) waiver HCBS providers contracted with Oklahoma Human Services (OHS). The intent is to standardize provider rates across the 1915(c) Home and Community Based Services and the Medically Fragile. Without this additional support, staffing shortages could result in adverse health and safety outcomes for the individuals served. OHCA is proposing an average rate increase of 25% on payments for the Medically Fragile waiver services.

4. CURRENT METHODOLOGY AND/OR RATE STRUCTURE.

The current rate structure for the Medically Fragile Waiver provided in the proposed rate changes are fixed and uniform rates established through the State Plan Amendment Rate Committee process, with the following waiver requirements:

- Additionally, the proposed rates will be consistent with the 1915(c) HCBS waiver programs operated by OHS.

Services and current rates are listed below:

Medically Fragile Waiver Services	Code	Unit Type	Current Rate
Advanced Supportive/Restorative Assistance	T1019-TF	15-min	\$4.57
Case Management	T1016	15-min	\$15.41
Case Management - Very Rural	T1016-TN	15-min	\$22.06
Institutional Case Management	T1016-U7	15-min	\$15.41
Institutional Case Management - Very Rural	T1016-U7-TN	15-min	\$22.06
Transitional Case Management	T1016-U3	15-min	\$15.41
Transitional Case Management - Very Rural	T1016-U3-TN	15-min	\$22.06

STATE PLAN AMENDMENT RATE COMMITTEE

Medically Fragile Waiver Services	Code	Unit Type	Current Rate
Home Delivered Meals	S5170	per meal	\$5.41
Hospice Care	S9126	per diem	\$128.80
In-Home Respite	T1005	15-min	\$4.24
In-Home Extended Respite	S9125	per diem	\$179.40
Personal Care	T1019	15-min	\$4.24
Private Duty Nursing	T1000	15-min	\$8.17
RN Assessment/Evaluation	T1002	15-min	\$14.61
RN Assessment/Evaluation - Transitional	T1002	15-min	\$14.61
Skilled Nursing – Home Health Setting (LPN)	G0300	15-min	\$14.61
Skilled Nursing – Home Health Setting (RN)	G0299	15-min	\$14.61
Occupational Therapy	G0152	15-min	\$21.63
Physical Therapy	G0151	15-min	\$21.63
Respiratory Therapy	G0237	15-min	\$14.87
Speech/Language Therapy	G0153	15-min	\$21.63
Self-Direction Advanced Supportive/Restorative	S5125-TF	15-min	\$4.57
Self-Direction Extended Respite	S9125-U4	15-min	\$179.40
Self-Direction Respite	T1005-U4	15-min	\$4.24
Self-Direction Personal Care	T1019	15-min	\$4.24

5. NEW METHODOLOGY OR RATE STRUCTURE.

The new rates are based on an average of a 25% increase of existing rates. This is to align with the OHS rates presented at a previous SPARC hearing. OHCA Waiver programs had some past rate increases/decreases that the OHS Waivers did not.

Medically Fragile Waiver Services	Code	Unit Type	Current Rate	New Rate
Advanced Supportive/Restorative Assistance	T1019-TF	15-min	\$4.57	\$5.65
Case Management	T1016	15-min	\$15.41	\$19.11
Case Management - Very Rural	T1016-TN	15-min	\$22.06	\$27.36
Institutional Case Management	T1016-U7	15-min	\$15.41	\$19.11
Institutional Case Management - Very Rural	T1016-U7-TN	15-min	\$22.06	\$27.36
Transitional Case Management	T1016-U3	15-min	\$15.41	\$19.11
Transitional Case Management - Very Rural	T1016-U3-TN	15-min	\$22.06	\$27.36
Home Delivered Meals	S5170	per meal	\$5.41	\$6.44
Hospice Care	S9126	per diem	\$128.80	\$154.75
In-Home Respite	T1005	15-min	\$4.24	\$5.26
In-Home Extended Respite	S9125	per diem	\$179.40	\$219.44

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Medically Fragile Waiver Services	Code	Unit Type	Current Rate	New Rate
Personal Care	T1019	15-min	\$4.24	\$5.26
Private Duty Nursing	T1000	15-min	\$8.17	\$10.00
RN Assessment/Evaluation	T1002	15-min	\$14.61	\$19.50
RN Assessment/Evaluation - Transitional	T1002	15-min	\$14.61	\$19.50
Skilled Nursing – Home Health Setting (LPN)	G0300	15-min	\$14.61	\$18.20
Skilled Nursing – Home Health Setting (RN)	G0299	15-min	\$14.61	\$19.50
Occupational Therapy	G0152	15-min	\$21.63	\$26.00
Physical Therapy	G0151	15-min	\$21.63	\$26.00
Respiratory Therapy	G0237	15-min	\$14.87	\$18.60
Speech/Language Therapy	G0153	15-min	\$21.63	\$24.43
Self-Direction Advanced Supportive/Restorative	S5125-TF	15-min	\$4.57	\$5.65
Self-Direction Extended Respite	S9125-U4	15-min	\$179.40	\$219.44
Self-Direction Respite	T1005-U4	15-min	\$4.24	\$5.26
Self-Direction Personal Care	T1019	15-min	\$4.24	\$5.26

6. BUDGET ESTIMATE.

Oklahoma's FFY 2023 FMAP will be 67.36%. The estimated budget impact for SFY 2023 will be an increase in the total amount of \$1,045,955; with \$267,486 in state share for the remainder of SFY 2023.

The estimated budget impact for SFY 2024 will be an increase in the total amount of \$1,394,607; with \$451,853 in state share.

OHCA attests that it has adequate funds to cover the state share of the projected cost of services.

7. AGENCY ESTIMATED IMPACT ON ACCESS TO CARE.

The rate increase will have a positive impact on access to care as providers are able to meet increased labor costs.

8. RATE OR METHOD CHANGE IN THE FORM OF A MOTION.

Oklahoma Health Care Authority requests the State Plan Amendment Rate Committee approve the proposed 25% average rate increases to bring OHCA Waiver rates in alignment with OHCA Waiver rates.

9. EFFECTIVE DATE OF CHANGE.

October 1, 2022, upon approval by CMS