

Update on January 1 2023 and July 1, 2023 CMI/VBP Rate Adjustment Retro Pay/Recoupments

The December 22 Medicaid payment included the 7/1/23 retro payments due to the facilities whose rates increased due to CMI/VBP adjustments on both 1/1/23 and 7/1/23. However, please note, if your facility's rate increased 7/1/23 but decreased on 1/1/23 – you did not receive a retro payment because the state will use the 7/1/23 rate increase to offset the 1/1/23 decrease and associated recoupment. The state will make these recoupments in conjunction with the retro payment of the \$10 PPD and VBP incentive approved by CMS as it will utilize the retro payment of the \$10 increase and any increases to their Medicaid rates effective 7/1/23 and 1/1/24 to offset any recoupments necessary.

It is our hope that all the recoupments can be covered through this process; however, if there is a situation where the recoupment is more than the retro payment, we will work with MHD on developing the best plan possible for the facilities that may still be in a recoupment situation. We don't know if any facilities will be in a situation where further recoupment is necessary, but if they are, MHD has committed to working on a fair recoupment process.