

FY24 \$10 PPD Increase and \$0.87 VBP Incentive Increase

The new rates reflecting the \$10 PPD increase and \$.87 VBP incentive were keyed into the state's system on Wednesday, March 6. All Medicaid days billed on or after that date were paid at the new rate and should have been included in your March 19 payment. All Medicaid days billed before March 6 were paid at the old rate on March 19. The difference in the old rate and new 1/1/24 and 7/1/23 rates for all Medicaid days paid at the old rate will be included in your retro payment. Please note: if your March 19 payment was not paid at the new rate, it was a timing issue and your next payment should reflect the new rate.

The state projects the retro payment for any increases you received to your rate on 7/1/23 and 1/1/24 will be paid with your April 25 payment.

Please remember, if you have a recoupment owed to the state due to rate reductions as a result of a decrease in your 1/1/23, 7/1/23 and/or 1/1/24 CMI/VBP incentive – that recoupment will be taken out of any retro payment due to you. In regard to the recoupments, I have been told there are a small number of facilities whose recoupments were larger than the amount owed to them for the \$10 retro pay. MO HealthNet will work with us on a fair recoupment process for any facilities in that situation.