Division of Medical Services Rate Review Plan





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Last Updated 10/28/2024

Rate Review Objective

- Ensure Rates are Sufficient and Support Access to Quality Care
- Provide Payment Transparency and Comply with Access Rule Requirements: 42 CFR §447.203(b)
- Maintain Budget Neutrality and Medicaid Sustainability





Rate Review Approach

- Select Provider Types for Review
- Review Claim Utilization Data from the Prior Year
- Select Procedure Codes that Account for Approximately 70% of Utilization for Review
- Identify Six Medicaid States of Similar Size and Demographics (Kansas, Mississippi, Missouri, Nevada, New Mexico and Oklahoma), Medicare and Arkansas Blue Cross Blue Shield for Rate Benchmarking, where Applicable



Rate Review Approach (Cont.)

- Conduct Provider Surveys
 - Request Provider Input on comparison states and codes list
 - Request Cost Information Have Costs Increased or Decreased
 - Request information on payor mix
- Review Arkansas Medicaid Reimbursements for Care or Service
- Analyze Utilization and Access to Care, including network adequacy.
- Analyze Quality Indicators



Rate Reviews Excluded

- The following Rate Reviews were Excluded from this Plan because they have existing Standard Rate Setting Methodologies:
 - Therapeutic Communities & Residential Community Reintegration (Last RR Completed 9/2021)
 - Federally Qualified Health Centers (Last RR Completed 5/2022)
 - Rural Health Clinics (Last RR Completed 5/2022)
 - Intermediate Care Facilities for IDD
 - Skilled Nursing Facilities
 - Assisted Living Facilities
- Hospital (Acute Care Inpatient; Psychiatric Hospital; Rehabilitation Inpatient; Hospital Outpatient) were also excluded because there is ongoing analysis and discussion with our Actuaries and the Arkansas Hospital Association



Exclusive PASSE HCBS Services

- Because these services are paid exclusively through the PASSE model, they will be on a separate rate review track.
- Services to be looked at include:
 - CES Waiver services
 - HCBS services for children's behavioral health
- The goal of this review is to set a standard baseline for what the service is worth.
- The review is anticipated to start on March 1, 2025.





Rate Review Project Plan – Phase 1 and 2

Phase 1

Task ID	Task Name	Start Date	End Date
1.1	Dental (Last RR Completed 3/2020)*	10/11/2024	1/31/2025
1.2	Personal Care/ARChoices Attendant & Respite Care (Last RR Completed 8/2020); Independent Choices Personal Care (Last RR Completed 8/2020); ARChoices - except Attendant & Respite Care (Rate Review Completed 3/2023)	1/2/2025	3/31/2025

Phase 2

Task ID	Task Name	Start Date	End Date
2.1	EIDT & ADDT (Last RR Completed 7/2020)	4/1/2025	6/30/2025
2.2	Ambulance (Last RR Completed 7/2019, UPL completed between rate reviews)	4/1/2025	6/30/2025

*Started early as part of Medicaid's transition from Managed care to FFS.



Rate Review Project Plan – Phase 3 and 4

Phase 3

Task ID	Task Name	Start Date	End Date
3.1	Durable Medical Equipment (Last RR Completed 7/2021, for Prosthetics only)	7/1/2025	9/30/2025
3.2	Home Hospice (Last RR Completed 10/2019)	7/1/2025	9/30/2025

Phase 4

Task ID	Task Name	Start Date	End Date
4.1	Physician: Primary Care, Non-Primary Care, Nurse Anesthetist, Nurse Midwife, Nurse Practitioner and Physician Assistant	10/1/2025	12/31/2025
4.2	Global OB/GYN	10/1/2025	12/31/2025



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Rate Review Project Plan – Phase 5 and 6

Phase 5

Task ID	Task Name	Start Date	End Date
5.1	Chiropractor (Last RR Completed 3/2021)	1/2/2026	3/31/2026
5.2	Physical, Speech, & Occupational Therapies (Last RR Completed 6/2021)	1/2/2026	3/31/2026

Phase 6

Task ID	Task Name	Start Date	End Date
6.1	Home Health Services (Last RR Completed 12/2022)	4/1/2026	6/30/2026
6.2	Lab & Radiology (Last RR Completed 12/2022)	4/1/2026	6/30/2026





Rate Review Project Plan – Phase 7 and 8

Phase 7

Task ID	Task Name	Start Date	End Date
7.1	Audiology (Last RR Completed 12/2022)	7/1/2026	9/30/2026
7.2	End Stage Renal Disease (Last RR Completed 8/2022)	7/1/2026	9/30/2026

Phase 8

Task ID	Task Name	Start Date	End Date
8.1	Ambulatory Surgical Centers (Last RR Completed 6/2022)	10/1/2026	12/31/2026
8.2	Counseling and Crisis Services (Last RR Completed 8/2022)	10/1/2026	12/31/2026



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Rate Review Project Plan – Phase 9 and 10

Phase 9

Task ID	Task Name	Start Date	End Date
9.1	Private Duty Nursing (Rate Review Completed 2/2023, updated 2/2024)	1/4/2027	3/31/2027
9.2	Optometry/Vision (Rate Review Completed 2023)	1/4/2027	3/31/2027

Phase 10

Task ID	Task Name	Start Date	End Date
10.1	Pharmacy (Rate Review Completed 3/2023)	4/1/2027	6/30/2027
10.2	Target Case Management (Rate Review Completed 3/2023)	4/1/2027	6/30/2027



Rate Review Project Plan – Phase 11

Phase 11

Task ID	Task Name	Start Date	End Date
11.1	Developmental Therapy Services (Rate Review Completed 3/2023)	7/1/2027	9/30/2027
11.2	Autism Services (Waiver and Applied Behavioral Analysis, Last Completed Fall 2024)	7/1/2027	9/30/2027



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