



KATHY HOCHUL
Governor

Department of Health

MARY T. BASSETT, M.D., M.P.H.
Commissioner

KRISTIN M. PROUD
Acting Executive Deputy Commissioner

March 29, 2022

Dear Administrator:

This letter provides information about your free-standing and hospital-based nursing facilities and associated Adult Day Health Care Programs Medicaid capital reimbursement rates for January 1, 2022. These preview rates reflect the 2022 capital component that is based upon the facility's 2020 cost report, as well as the latest approved mortgage(s). These rates are available on the Healthcare Financial Data Gateway Publications in the collection of **NH Rate Sheets 4/2009-Forward**, package name **2022 Capital Preview Rates**.

New this year is a chart entitled "**2022 Capital Preview Rate Sources**" which provides the source and calculation for each line on the capital rate sheet. Capital rates are calculated utilizing data from the cost reports, DOH's mortgage database, as well as additional information provided by the facility. Please review the capital preview rate sheet, and the capital preview rate sources chart to identify if changes are needed.

Changes to capital rates can only be requested for one of the following reasons:

- **2020 Cost Report Error** – The cost report supports several lines on the rate sheet. **New this year -- If the amount on the rate sheet is incorrect due to an error in the filed 2020 cost report; then the facility must submit a revised 2020 cost report as required by regulations.**
- **New or Refinanced Mortgage in 2021 and 2022** – DOH's mortgage database (see attached file) is compared to Schedule 17 on the cost report. If you have a new mortgage or refinanced an existing mortgage, please provide supporting documentation to the department including the signed mortgage terms, sources and use of funds, and the corresponding amortization schedule.
- **Additional Information** – Capital reimbursement is allowed for changes in ownership, interim and final APCs, organization/start-up costs, and working capital interest. Please provide supporting documentation to the department if you would like to request reimbursement for these items.

All nursing facilities are required to sign the attached 2022 Capital Preview Rate Attestation form stating they agree or disagree with the capital preview rate. If you disagree with the capital preview rate, please complete the attached 2022 Capital Rate Attestation Request form and submit the required documents relating to the above allowable changes. If the change is related to a 2020 cost report error, the revised 2020 cost report must also be resubmitted. The attestation provides the Department with the assurance that the Nursing Home information submitted complies with the Department's statutes, regulations, and policies regarding capital reimbursement, and that the capital component is accurate.

The signed 2022 Capital Preview Rate Attestation form and if applicable, the completed Capital Preview Rate Attestation Request form (along with the necessary documentation) must be submitted via email to nfrates@health.ny.gov by COB Friday, **May 13, 2022**. The subject line of the email should state "2022 Capital Preview Rate Attestation".

Sincerely,



Laura Rosenthal, Director
Bureau of Residential Health Care Reimbursement
Division of Finance and Rate Setting
Office of Health Insurance Programs

Attachments