



Department of Health

ANDREW M. CUOMO
Governor

HOWARD A. ZUCKER, M.D., J.D.
Commissioner

LISA J. PINO, M.A., J.D.
Executive Deputy Commissioner

October 30, 2020

Dear Administrator:

This letter provides you with information about your Residential Health Care Facility (RHCF) and medical Adult Day Health Care (ADHC) notice rates for the period commencing January 1, 2021.

The notice rates are provided on the Health Commerce System (HCS) application (**Healthcare Financial Data Gateway**) under the heading of 2021 NH Notice Rates. The all-inclusive rates provided on the Gateway include the following components:

- **Operating Component:** The non-specialty rates reflect the pricing methodology as prescribed by Title 10, Part 86-2.40 of the Commissioner's Administrative Rules and Regulations, found at <https://regs.health.ny.gov/content/section-86-240-statewide-prices-non-capital-reimbursement>. Additionally, the notice rates include the 2020 minimum wage adjustment. The pediatric specialty rates have been updated to include a 2.4% trend factor.
- **Case Mix:** The non-specialty rates include a case mix adjustment using the MDS data matched for the July 2019 census and may contain an adjustment to limit the impact for any facility that reported a case mix change of greater than plus or minus five percent from the January 2019 case mix.
- **Capital Component:** Some rates include adjustments that were approved through the attestation process. Not all of the attestations that were received have been reviewed. The capital attestation DAL and necessary forms are provided on the Health Commerce System (HCS) application (**Healthcare Financial Data Gateway**) under the heading of **NH Rate Sheets 4/2009-Forward**, package name **2021 Capital Preview Rates**.

The notice rates are considered draft and the Department may make changes based upon review of additional information. The preliminary calculations are not subject to appeal at this time. Appeal submissions will be accepted following the final published January 1, 2021 rates.

If you have questions regarding the rates, please send an email with "2021 NF Notice Rate Inquiry" in the subject line to nfrates@health.ny.gov.

Sincerely,

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