



State of New Jersey
 Department of Human Services
 Division of Medical Assistance & Health Services

NEWSLETTER

Volume 32 No. 21

July 2022

TO: Assisted Living Providers – **For Action**
 Managed Care Organizations – **For Information Only**

SUBJECT: Tiered Rate Increase

EFFECTIVE: July 01, 2022

PURPOSE: To implement a tiered rate increase to support Assisted Living Residence and Comprehensive Personal Care Home providers that serve a high percentage of Medicaid/NJ FamilyCare beneficiaries within their facilities, and to encourage such providers to provide care to more Medicaid/NJ FamilyCare members. This rate increase is a federally-approved use of Home and Community Based Services (HCBS) reinvestment funds provided to New Jersey under the American Rescue Plan Act.

BACKGROUND: Facilities will receive a per diem increase based on the percent of facility population that are enrolled in Medicaid/NJ FamilyCare. The tiered rate schedule is outlined in the table below. For the purposes of calculating a facility’s Medicaid/NJ FamilyCare Percent Range, the numerator is the average daily census of Medicaid/NJ FamilyCare enrollees between 10/1/2021 and 12/31/2021. The denominator is the provider’s total Department of Health licensed beds.

ACTION: The rates noted below will be effective July 1, 2022. Tiers are expected to be recalculated each subsequent July, based on more recent data. Funding is from the HCBS Spend Plan which currently sunsets March of 2025.

**ASSISTED LIVING TIERED RATE INCREASE
 SCHEDULE:**

Assisted Living Resident & Comprehensive Personal Care Home Providers				
NJFC Percent Range		Fee Increase	Total Rate	
			ALR	CPCH
0%	14.99%	\$0.00	\$89.50	\$79.50
15%	29.99%	\$10.00	\$99.50	\$89.50
30%	49.99%	\$15.00	\$104.50	\$94.50
50%	69.99%	\$30.00	\$119.50	\$109.50
70%	100.00%	\$35.00	\$124.50	\$114.50
ALL Assisted Living Program Providers		\$20.00	\$89.50	

All applicable eligible and current provider rates are published on the www.njmmis.com website.

If you have any policy questions regarding this Newsletter, please contact the Division of Medical Assistance, Office of the Medical Director, at 609-588-2739. If you have any billing questions, please contact Gainwell Technologies Provider Services at 1-800-776-6334.

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