



Long Term Care

March 2009 • Bulletin 385

Contents

Assembly Bill 1629 Rate
Methodology Policy Update
for Supplemental Schedules
and OSHPD Cost Reporting.... 1

Assembly Bill 1629 Rate Methodology Policy Update for Supplemental Schedules and OSHPD Cost Reporting

Pursuant to the Medi-Cal Long Term Care Reimbursement Act enacted under Article 3.8 (commencing with Section 14126) of Chapter 7 Part 3 of Division 9 of *Welfare and Institutions Code* (W&I Code) (added by AB 1629 of 2004), the Department of Health Care Services (DHCS) is required to develop Medi-Cal cost-based, facility-specific reimbursement rates for Free-Standing Nursing Facilities Level B (FS/NF-Bs) and subacute care units of FS/NF-Bs. W&I Code, Section 14126.023, subdivision (g), further authorizes DHCS to collect supplemental cost information in order to develop the facility-specific rates.

In order to accurately identify the supplemental costs, FS/NF-Bs have been required to submit the *Administration Costs Supplemental Schedule* (Supplemental Schedule 1), *Agency Costs for Indirect Care Services Supplemental Schedule* (Supplemental Schedule 2) and the optional *Capital Supplemental Schedule*.

Starting with Fiscal Year (FY) January 1, 2009, the Office of Statewide Health Planning and Development (OSHPD) cost report will begin using the following new schedules in lieu of Supplemental Schedules: *Expense Trial Balance Worksheet* (10.5), *Capital Additions, Improvements, and Replacements* (10.6) and the optional *Alternate Allocation Statistics* (10.7). Therefore, the previous Supplemental Schedules will no longer be required as of January 1, 2009.

Except for the optional 10.7 Schedule, all FS-NF-Bs must complete and submit to OSHPD Schedules 10.5 and 10.6 beginning with FY January 1, 2009. Any incomplete, inaccurate or altered schedules will not be accepted for rate-setting purposes.

Any questions may be submitted by e-mail to AB1629@dhcs.ca.gov or by telephone at (916) 552-8613.

Long Term Care Bulletin 385

Remove and replace: *Contents for Long Term Care Billing and Policy i/ii **
appeal form 7/8 *

Remove: cal child 1 thru 4

Remove and replace: cif co 3/4 *

Remove after the
I-J tab: incont sup 1 thru 5
Replace with: incont 1 thru 10 (*new*) *
incont con 1 (*new*) *

Remove and replace: subacut adu 3/4 *
subacut lev 3/4 *

* Pages updated due to ongoing provider manual revisions.