

## 2% Across-the-Board Medicaid Payment Reductions

This notice is to advise impacted providers that effective May 8, 2015, the 2 percent Across-the-Board Medicaid payment reduction will be eliminated for claims with service dates on or after April 1, 2015. This change will be reflected in checks issued in Cycle 1969 (checks dated May 18, 2015 with a release date of June 3, 2015). The retroactive repayment of the reduction taken over the period April 1, 2014 through March 31, 2015 is still pending federal Centers for Medicare & Medicaid Services (CMS) approval. Questions may be directed to [2percentacrosstheboard@health.ny.gov](mailto:2percentacrosstheboard@health.ny.gov). Please use the title of this notice as the subject in the email.

The table below reflects the services that have been subject to the 2% Across-the-Board Medicaid payment reduction:

Category	Program or Service Area
Medicaid Administration Costs	<ul style="list-style-type: none"> <li>• Medicaid Administration Costs paid to local governments, contractors, and other such entities 2% reduction applies</li> </ul>
Inpatient Services	<ul style="list-style-type: none"> <li>• Hospital Inpatient Reimbursement 2% reduction applies</li> <li>• Indigent Care Pool Payments 2% reduction applies</li> <li>• Graduate Medical Education - Medicaid for Managed Care patients 2% reduction applies</li> <li>• Hospital Disproportionate Share payments made to governmental general hospitals operated by the State of New York or the State University of New York 2% reduction applies</li> <li>• Indigent Care Adjustments to hospitals operated by the State of New York or the State University of New York 2% reduction applies</li> <li>• Supplemental Medicaid payments to voluntary hospitals 2% reduction applies</li> <li>• Additional Disproportionate Share Payments to voluntary non-profit hospitals 2% reduction applies</li> </ul>
Nursing Home	<ul style="list-style-type: none"> <li>• In State Nursing Homes - Alternative proposal accepted to generate commensurate savings through a non reimbursable increase of the cash assessment</li> <li>• Out of State Nursing Homes - 2% reduction applies</li> </ul>
Non-Institutional Services	<ul style="list-style-type: none"> <li>• Assisted Living Programs Alternative proposal accepted to generate commensurate savings through a reduction of the State only funding of 'EQUAL'</li> <li>• Foster care 2% reduction applies</li> <li>• Freestanding Clinic Alternative proposal accepted to generate commensurate savings through a reduction to the APG base rates</li> <li>• Home Health               <ul style="list-style-type: none"> <li>○ CHHA - 2% reduction applies</li> </ul> </li> </ul>

Category	Program or Service Area
	<ul style="list-style-type: none"> <li>○ LTHHCP- Alternative proposal accepted to generate commensurate savings through an increase of the cash assessment</li> <li>● Home Nursing 2% reduction applies</li> <li>● Hospital Based Outpatient 2% reduction applies</li> <li>● Managed Long Term Care Alternative proposal to generate commensurate savings through reducing premium levels</li> <li>● Managed Care/ FHP/HMO Alternative proposal to generate commensurate savings through reducing premium levels</li> <li>● Methadone Maintenance Treatment Programs-MMTP (hospital based and freestanding) 2% reduction applies</li> <li>● Personal Care 2% reduction applies</li> <li>● Pharmacy Alternative proposal- interactions amongst existing proposals and other pharmacy programs will generate commensurate savings , resulting in 1% or less in payment reductions</li> <li>● Physicians <ul style="list-style-type: none"> <li>○ Office place of service - Alternative proposal accepted to generate commensurate savings for office based physicians through an reduction in radiology fees</li> <li>○ All other places of service 2% reduction applies</li> </ul> </li> <li>● Other Services (Dental, Eye/X-ray, etc.) <ul style="list-style-type: none"> <li>○ Office place of service - Alternative proposal accepted to generate commensurate savings for office based physicians through an reduction in radiology fees</li> <li>○ All other places of service 2% reduction applies to all others; except for Dental fee schedule billing</li> </ul> </li> </ul>