

Michelle Lujan Grisham, Governor
Kari Armijo, Cabinet Secretary
Alex Castillo Smith, Deputy Secretary
Kathy Slater Huff, Deputy Secretary
Kyra Ochoa, Deputy Secretary
Jennifer Rodriguez,
Developmental Disabilities Supports Division

TO: Developmental Disabilities Waiver Providers
FROM: The Health Care Authority *Selina Leyba*
RE: Approved DD Waiver Amendment and Supported Living Category 2 Rate Error
DATE: January 27, 2025

The approved Developmental Disabilities (DD) Waiver amendment was received from the Centers for Medicare and Medicaid Services (CMS) December 13, 2024.

- An error was identified on the DD Waiver amendment application and corresponding Fee Schedule for Supported Living Category 2. The rate for Supported Living Category 2 was incorrectly increased. The rate for Supported Living Category 2 will be corrected to reflect the base rate of \$272.45. This rate was *not* recommended to be increased during the 2023 rate study.
- Any Supported Living Category 2 Provider who billed and was reimbursed at the incorrect, higher rate will not be asked to void/adjust the overpayment.
- Beginning 1/8/25, Supported Living Category 2 is being reimbursed at the correct rate of \$272.45.
- The mass adjustment for the retroactive payment will reflect the corrected rate. The mass adjustment is anticipated to occur in the next couple of weeks-details will be released when the date has been confirmed.
- The Health Care Authority (HCA) has notified the Centers for Medicare and Medicaid Services of the error in the DD Waiver amendment and are working together to correct.
- The corrected Fee Schedule is posted on the HCA website at <https://www.hca.nm.gov/providers/fee-for-service> and reflects correct rates as of January 8, 2025.

For questions or concerns, please contact Steven Fernandez via email at steven.fernandez@hca.nm.gov or by phone at 505-584-1687.