

FY 2022 SNF Proposed Payment Rule

April 21, 2021



2022 Payment Increase 1.3%

- True market basket showed 2.3% increase
- Productivity adjustment of -0.2%
- Forecast error of -0.8%
- We will verify forecast error
- If verified this was maximum possible





PDPM Recalibration

- CMS data showed overpayment for last two years of 5.3% or 5.0%
 - They chose 5.0%
- CMS bound by budget neutrality
 - Their language is very different from 2011
 - CMS specifically states no claw back
 - CMS offered some outs



Outs Offered by CMS

Approach	Glidepaths offered by CMS
Delay	No Change in FY22 and Full 5% in FY 2023
Phased	<ul style="list-style-type: none"> • CMS Option 1 (2 Year): FY22 – 2.5% and FY23 – 2.5% • CMS Option 2 (5 Year): 1% Per FY for 2022 – 2026
Combined	No Change in FY22 and Phased Down Some % Per Year Over Some Number of FYs





Our Strategy Options

- Verify budget neutrality amount
- Advocate for longest possible delay/phase-in
 - 5-year glidepath
- Hill strategy of encouraging Secretary take longer delay



How Can You Help?

- We need members to submit comments
 - Comments are due to CMS by June 7
 - Submit as early as possible
 - CMS has quick turn-around
 - Comment letter from each company
 - Signed by CEO





Your Comments

- Visit our Advocacy Action Center: <https://www.votervoice.net/AHCA/home>
- Add personalizing information
 - Your facilities & operations
 - Your geographic information
 - Your residents
- Pandemic challenges
 - Include data and personal stories about your experience
- Increased costs & lost income
 - Census concerns



Our Asks

- CMS take more time to evaluate
- CMS use combined approach
 - Delay implementation of adjustment for 2 years
 - Phase-in by no more than 1% annually




AHCA
AMERICAN HEALTH CARE ASSOCIATION

NCAL
NATIONAL CENTER FOR ASSISTED LIVING

ACTION CENTER


Write a Comment to CMS Regarding the Proposed Rule!

**Write a Comment to CMS Regarding the Proposed Rule!**

We need you to contact CMS regarding their latest proposed rule, specifically the Section V.C., "Recalibrating the PDPM Parity Adjustment". We are concerned about the potential implementation of a PDPM parity adjustment resulting in an estimated 5% rate cut and how this...

Sign Up for Alerts

Enter your information below to sign up.



Find Legislation

View and search for legislation.

