



3 West Road, Cranston, RI 02920

Via Email

September 23, 2024

Dear Substance Use Disorder Residential (SUD) Providers:

Pursuant to the SFY 2025 Enacted Budget, SUD residential rates will be increased. Additionally, fee-for-service (FFS) billing will transition from individual unit claims to a per diem (billed once a day) rate tied to American Society of Addiction Medicine (ASAM) levels. The SFY 2025 Enacted Budget also included an annual rate increase beginning 7/1/2025, based on the percentage change in the CPI-U for medical care in New England (March release, containing the February data). This memo addresses the changes in FFS and managed care organization (MCO) billing.

FFS

Overview

The new per diem codes will not be ready to bill on 10/1/2024. EOHHS has been working with our Medicaid Management Information System (MMIS) vendor to allow for per diem billing. Providers will be notified when the new procedure codes can be billed. The rates for the new per diems tied to ASAM levels are below.

ASAM Level	Rate
3.1	\$202.80
3.5	\$361.17
3.7 / 3.7 WM	\$596.23

Providers should continue billing the HCPCS codes below until the new per diem codes are available in the MMIS. These codes were included in the Office of the Health Insurance Commissioner (OHIC) rate review, which EOHHS is in the process of implementing. Please see this link for more details on implementation timeline and activities: <https://eohhs.ri.gov/FY25-Medicaid-Rates>. EOHHS continues to work with CMS and Gainwell, its MMIS vendor, to effectuate the 10/1/2024 rate changes; realizing that pending federal approval could delay the 10/1 start.

HCPCS Code	Modifier 1	Modifier 2*	Current Rate	10/1/2024 Rate
H0001	UD	U1	\$97.00	\$142.17
H0004	UD	U1	\$17.94	\$34.26
H0005	UD	U1	\$32.30	\$47.34

*SSTARbirth billing only. All remaining SUD residential providers only bill HCPCS Code plus Modifier 1

Once the new per diem codes are active in the MMIS, providers will need to resubmit claims using the new per diem codes and rates from 10/1/2024 onward. EOHHS and Gainwell will coordinate a recoupment of previously paid claims using the H0001, H0004, and H0005 codes and modifiers in the

table above. **The recoupment will net against the newly billed claims.** EOHHS will contact SUD residential providers with recoupment details at a later date.

Provider Action Items

1. Since the new per diem procedure codes will be finalized after 10/1/2024, EOHHS will require providers to submit new claims using the new procedure codes. **Beginning 10/1/2024, providers must maintain records showing:**
 - a. Resident name
 - b. Resident Medicaid ID
 - c. Service dates
 - d. ASAM Level (3.1, 3.5, 3.7, or 3.7 WM)

When the new codes are available, providers must submit new per diem claims for all services rendered with service dates of 10/1/2024 and forward. Gainwell will recoup previously paid SUD residential claims. **EOHHS will contact you with more detailed instructions on the reconciliation once the new per diem rates are ready.**

2. Providers who do not currently have taxonomy 324500000X/Residential Treatment Facility – SA Rehab Facility associated with their NPI, will need to visit the NPPES site (<https://nppes.cms.hhs.gov/#/> [nppes.cms.hhs.gov]) to add it. Once it is added please forward the screenprint to Medicaid Provider Enrollment and ask that it be added to your substance abuse provider type profile. Karen Murphy, the Gainwell SUD residential provider representative, will be reaching out to affected SUD residential providers to assist. Please be timely in your responses to her. Karen may be contacted at karen.murphy3@gainwelltechnologies.com or 571-348-5933 with additional questions.

MCO

Overview

MCOs already bill on a per-diem basis tied to ASAM levels. The table below shows the current billing schema with the new rates effective 10/1/2024. MCOs will be required to pay **at least the** FFS pay schedule effective 10/1/2024. EOHHS has notified all MCOs of these changes and is working with the MCOs to effectuate the necessary contract changes. EOHHS may require additional managed care billing changes to better align the fee for service and managed care fee schedules. MCOs will be notified of any additional changes, if necessary,

ASAM Level	ASAM Description	HCPC Code	Rev Code	Bill Type	Taxonomy Code	Notes	Rate
3.1	Clinically Managed Low-Intensity Residential Services	H0018	1003	86X	324500000x	Provider must bill both HCPC and Rev code	\$202.80
3.5	Clinically Managed High-Intensity Residential Services	H0010	1002	86X	324500000x	Provider must bill both HCPC and Rev code	\$361.17
3.7	Medically Monitored Intensive Inpatient Services	H0011	1002	11x	324500000x	Provider must bill both HCPC and Rev code	\$596.23
3.7 WM	Medically Monitored Inpatient Withdrawal Management	H0011	116 126 136 146 156	11x	324500000x	Provider must bill both HCPC and Rev code	\$596.23

If you have questions about these changes, please reach out via email to OHHS.MedicaidFinance@ohhs.ri.gov.

Sincerely,

A handwritten signature in black ink, appearing to read "Dezeree Hodish".

Dezeree Hodish
Chief of Strategic Planning, Monitoring and Evaluation