

# DDS Finance Update ADDP Member Call



**DDS Day Programs** include Community-Based Day Supports (CBDS), Individual/Group Supported Employment, and Day Hab Supp/Wrap.

The DDS Day Program financing structure was developed using the following assumptions:

- Consistent with Day Program Phase 3 Guidance released by the Executive Office of Health and Human Services (EOHHS) on July 3, 2020 incorporating CDC guidelines
- 2. Includes retainer and billing approach for July 2020
- 3. Hybrid approaches will have two phases beginning August-September, and October-November



In **July 2020**, DDS will maintain retainer/Administrative payment at same level as April-June (FY20) while permitting in-person and remote billing.

- In-person Day billing is permitted for attendance using existing contract terms and rates, provided the program is meeting all Day Program operating requirements
- Remote/Virtual billing is permitted using existing FY20 guidance, <u>but at contracted rates (no enhancement)</u>
- Providers may bill in-person and remote/virtual for the same individual per day, depending on need.



August and September 2020 recognizes in-person capacity restrictions that maintain social distancing, while accounting for new costs for program start-up, transportation, and infection control. There is no retainer/Administrative payment.

- DDS in-person and remote/virtual rates will be <u>enhanced</u>
   40% from the contracted rate
- May be revisited or adjusted based on actual utilization.
   For example, if <u>in-person</u> program attendance exceeds 40% of pre-pandemic levels, EOHHS may assume only a 25% rate adjustment and recoup revenue associated with 40% enhancement rate for services delivered in excess of 40% capacity.



October and November 2020 continue rate enhancements to account for in-person capacity restrictions that maintain social distancing. There is no retainer/Administrative payment.

- DDS in-person and remote/virtual rates will be <u>enhanced</u>
   25% from the contracted rate
- May be revisited or adjusted based on actual utilization.
   For example, if <u>in-person</u> program attendance exceeds 60% of pre-pandemic levels, rates will revert to standard rates and EOHHS may recoup revenue associated with 25% enhancement for services delivered in excess of 60% capacity.



#### **DDS Day Programs – Ready Pay Update**

To receive a **Ready Payment**, or advance, provider agencies need to invoice at a sufficient level each month and prevent a reconciliation or fund recoupment later in the month.

- As many CBDS programs have not reopened or are slowly reopening, we anticipate Ready Payment reconciliations against these contracts in August.
- To account for Ready Payment in this environment, DDS will:
  - Process payments for CBDS contracts <u>not enrolled</u> in Ready Pay.
  - Hold CBDS enrolled contracts until the Administrative/retainer payments are processed for these agencies.



### **DDS Day Programs**

## **Questions?**