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 | LOCAL COMMISSIONERS MEMORANDUM |
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DSS-4037EL (Rev. 9/89)

Transmittal No: 95 LCM-11

Date: February 6, 1995

Division: Management Support &
 Quality Improvement

TO: Local District Commissioners

SUBJECT: Increased State Medicaid Funding For Long Term Care Services
 and Managed Care

ATTACHMENTS: None

The purpose of this Local Commissioners Memorandum is to advise local districts of the implementation of enhanced State share funding for Long Term Care Services and Managed Care.

Section 368-a of the Social Services Law was amended by Chapter 170 of the Laws of 1994 to provide for increased State Medicaid funding for expenditures related to services provided for long term care services and managed care enrollees.

The law impacts funding shares effective with April 1, 1994 services as follows:

	Managed Care			LTC		
	Federal Share	State Share	Local Share	Federal Share	State Share	Local Share
Federally Participating (FP) Expenditure	50%	26.54375%	23.45625%	50%	40.6175%	9.3825%
Federal Non Participating (FNP)	0%	53.08750%	46.91250%	0%	81.2350%	18.7650%

For services provided on or after April 1, 1995 the new shares are as follows:

	Managed Care			LTC		
	Federal Share	State Share	Local Share	Federal Share	State Share	Local Share
FP Expenditure	50%	27.5%	22.5%	50%	41%	9%
FNP Expenditure	0%	55.0%	45.0%	0%	82%	18%

Due to a computer systems limitation in the Medicaid Management Information System (MMIS), the Department has rounded the State shares to implement the April 1, 1994 shares percentages as follows:

Managed Care	FP	26.55%
	FNP	53.09%
Long Term Care Services	FP	40.62%
	FNP	81.24%

For services delivered on January 1, 1995 and thereafter, MMIS will reflect the new shares funding as outlined above.

To make the financial benefits of this Chapter law available to the localities at this time, the Department has estimated the amounts due at the enhanced shares for services provided and billed for the period April - December 1994. This payment will be made via a separate check. A settlement notice will also be provided in accordance with normal procedures.

The Department will complete a reconciliation and claims history update through MMIS by April 1995 for services provided and billed for the period April-December 1994. Any adjustments to the estimated payment to reflect actual amounts due, based on the MMIS data, will be reflected in the Weekly Shares Report.

If you have any questions, please contact the Bureau of Local Financial Operations at:

Regions I-IV Roland Levie - 1-800-343-8859, ext. 47549 or User ID #FMS001.

Region V Marvin Gold - 212-383-1733 or User ID #0FM270.

John M. Sweeney
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