



Department of Health

KATHY HOCHUL
Governor

JAMES V. McDONALD, MD, MPH
Commissioner

JOHANNE E. MORNE, MS
Executive Deputy Commissioner

December 19, 2024

Dear Administrator:

This letter provides you with information about updates to your free-standing and hospital-based nursing facility Medicaid fee for service rates for the period beginning April 1, 2024. The revised rates are posted on the Health Commerce System (HCS) application (**Healthcare Financial Data Gateway**) under the heading of **April 2024 10% Capital Reduction Rates**. These rates contain the following updates:

10% Capital Reduction

- The Nursing Home and Specialty Unit facility rates are being reduced to reflect the 10% capital rate reduction as included in the FY 2025 Enacted Budget.
- The 5% and additional 10% Across-the-Board reductions implemented with the State Fiscal Year 2021 and 2024 Enacted Budgets are now incorporated into the capital schedule at the bottom labeled "Total (95%) and Total (Additional 10% Reduction)."
- Please note that pediatric specialty rates are exempt from this reduction.
- An additional package will be forthcoming for the Adult Day Health Care component of the 10% capital reduction.

The processing of the 10% capital reduction rates will take effect in cycle #2471 with a check release date of 1/15/2025. Should you have any questions, please email NFRATES@health.ny.gov and someone will respond to your inquiry.

Sincerely,

Laura Rosenthal, Director
Bureau of Nursing Home & Long-Term Care Rate Setting
Division of Finance and Rate Setting
Office of Health Insurance Programs