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MEMORANDUM

TO: Mainstream Medicaid Managed Care Plans, Health and Recovery Plans (HARPs), HIV Special Needs Plans (HIV SNPs), and Medicaid Advantage Plus (MAP) Plans

FROM: New York State (NYS) Office of Mental Health (OMH)

DATE: August 30, 2024

SUBJECT: Personalized Recovery Oriented Services (PROS) 2018 - 2021 Capital Rate Update

Dear Health Plan Administrators,

The purpose of this letter is to alert Mainstream Medicaid Managed Care Plans, Health and Recovery Plans, HIV Special Needs Plans, and Medicaid Advantage Plus Plans (collectively referred to as “MMCPs” herein) of capital component add-ons for OMH-licensed Personalized Recovery Oriented Services (PROS) programs operated by Article 28 hospitals for calendar years 2018, 2019, 2020, and 2021. These rate changes were approved by the Division of Budget (DOB) on or before August 6, 2024.

All PROS capital component add-ons have been updated to reflect a 2-year cost base utilizing audited Institutional Cost Reports (ICRs) for reporting years 2016, 2017, 2018, and 2019. These rates were calculated in accordance with Subdivision 2-a of Article 2807 of the Public Health Law and the provider-specific capital add-ons rates can be found on the OMH [Medicaid Reimbursement Rates](#) webpage.

Per Chapter 57 of the Laws of 2022 and Chapter 451 of the Laws of 2019, MMCPs are required to pay claims based on the effective date of the rate changes. As a result, MMCPs must complete necessary systems edits to ensure payable claims for OMH PROS providers, that receive the capital rate add-on, and dates of service are reimbursed at the rates identified in the [Personalized Recovery Oriented Services \(PROS\) - Regional Rates](#) file. Additionally, MMCPs are required to conduct retrospective reconciliation to adjust payments for clean claims as necessary. MMCPs must complete these activities as soon as possible but no later than **November 29, 2024**.

Please be advised, NYS is developing the calendar year 2018 - 2021 capital component add-ons for OMH-licensed clinic services that are operated by Article 28 hospitals. Notification(s) to MMCPs will also be forthcoming.

Please note that this document is only being transmitted electronically. No hard copy will be forthcoming. If you have any questions regarding these rate changes, please contact OMH Managed Care at 518-402-2822 or BHO@omh.ny.gov.