

State: Kentucky

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XXII. Specialized Children's Services Clinics

Effective January 1, 2023, child medical evaluation services provided by Specialized Children's Services Clinics will be reimbursed initially at a rate per visit (encounter rate) of \$894. Once the Department is able to collect and review cost and utilization information, and annually thereafter, rates will be calculated using a cost report. The cost report will include the costs of professional services (physician and mental health professional), related costs of providing a child medical evaluation, facility costs, and administrative and general costs (overhead). Prospective payment rates will be established based on the costs per units of service reported on the cost report. A separate rate will be established for the medical exam, a follow up visit, and mental health and trauma screenings. Rates will be inflated from the midpoint of the cost report period to the midpoint of the rate year. Cost reports will be requested, annually, based on the provider's fiscal year end; the most recent cost report may be used to revise the initial rate and updated each July 1.

The Department will perform a review of the cost reports prior to establishing the rates. Costs shall be reported in accordance with Medicare cost principles. In the event a cost report is not received, timely, the most recent cost report available on May 1<sup>st</sup> of each year will be utilized to establish July 1 rates. The Department may grant exceptions to allow for extensions, as necessary. If a clinic experiences cost increases greater than 5% prior to the next rate setting cycle, the clinic may request a rate increase mid-year upon submission of supporting documentation and approval by the Department.

For mental health services subsequent to a child medical evaluation, clinics will be reimbursed based on the KY Medicaid Fee-for-Service Behavioral Health & Substance Abuse Services Outpatient (Non-Facility) fee Schedule or the successor fee schedule.

Payments made under this provision shall not exceed the upper limit of payment as specified in 42 CFR 447.325.