



Date: January 31, 2020

To: Assisted Living Providers
Residential Care Providers

Subject: Information Letter 20-04
Payment Rates for Residential Care, Assisted Living, and Personal Care
3 Services Program Effective February 1, 2020

The Texas Health and Human Services Commission (HHSC) approved fee-for-service payment rates for the Residential Care (RC) program, Assisted Living (AL) and Personal Care 3 (PC3) services in compliance with HHSC's rate methodologies. Title 1 of the Texas Administrative Code (1 TAC) §355.509(c)(2)(E)(iv) addresses the reimbursement methodology for the RC program; 1 TAC §355.503(c)(2)(B)(v) addresses the reimbursement methodology for AL services; and 1 TAC §355.503(c)(2)(D)(ii), addresses the reimbursement methodology for PC3 services. The payment rates will be effective February 1, 2020.

HHSC adopts fee-for-service rates. These fee-for-service rates may be used by HHSC's contracted managed care organizations (MCOs), and the MCOs' contracted providers of STAR+PLUS services in contract negotiations between the MCOs and their contracted providers.

The approved payment rates effective February 1, 2020 can be accessed at:
<https://rad.hhs.texas.gov/long-term-services-supports/residential-care-rc>

Claims Submission

Providers should continue to bill using their normal billing process. The electronic payment system will be updated with the new rates no later than February 28, 2020; no additional action is required by individual providers.

Resources

Please contact the HHSC Rate Analysis Long-term Services and Supports Customer Information Team at RAD-LTSS@hhsc.state.tx.us or (512) 424-6637 if you have questions regarding the rates or this letter.

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Sincerely,

[signature on file]

Brooke Ellison

Director, Long-Term Services and Supports Rate Analysis