Commonwealth of Massachusetts Executive Office of Health and Human Services

NOTICE OF PUBLIC HEARING

Under the authority of M.G.L. c. 118E and in accordance with M.G.L. c. 30A, the Executive Office of Health and Human Services (EOHHS) will hold two remote public hearings on Friday, November 17, 2023, at the times listed below relative to the adoption of amendments to the following regulations.

1. 10:00 a.m.: 101 CMR 330.00: Rates for Team Evaluation Services

The proposed regulation contains rates effective for dates of service on or after September 1, 2023. There is no fiscal impact on cities and towns.

101 CMR 330.00 governs payment rates for team evaluation services provided to publicly aided individuals by governmental units. Pursuant to M.G.L. Chapter 118E, Section 13D (f/k/a Chapter 257 of the Acts of 2008), EOHHS is required to establish, by regulation, and biennially review the rates to be paid by governmental units to providers of social service programs, which includes team evaluation services. In accordance with this requirement, the rates for team evaluation services are being updated to include an increase by a retrospective cost adjustment factor (CAF) of 13.72%. The CAF was calculated using the IHS Markit Consumer Price Index, optimistic scenario, for the Fall 2022 Forecast. The base period reflects the average of the four quarters of the year 2021, and the rate period 2023 Q3 – 2025 Q2.

The proposed amendments also change the name of "psychological evaluation" services to "psychological assessments/evaluations" for clarity. The Severability section has also been updated for consistency across EOHHS rate regulations.

The total projected annualized cost to Local Education Agencies (LEAs) from the increase in rates under the proposed regulation is an increase of \$176,447, or a 20.64% increase over the current spending of \$854,732.

2. 10:30 a.m.: 101 CMR 416.00: Rates for Clubhouse Services

The proposed regulation contains rates effective for dates of service on or after January 1, 2024. There is no fiscal impact on cities and towns.

101 CMR 416.00 governs the payment rates for clubhouse services provided to publicly aided individuals by governmental units. Services with rates established by this regulation are purchased by the Department of Mental Health (DMH). Pursuant to M.G.L. Chapter 118E, Section 13D (f/k/a Chapter 257 of the Acts of 2008), EOHHS is required to establish by regulation and biennially review rates to be paid by governmental units to providers of social service programs. In accordance with this requirement, the rates for clubhouse services are being updated to include an increase by a cost adjustment factor (CAF) of 2.71%. The CAF was determined by using baseline and prospective Massachusetts Economic Indicator data from IHS Economics – Spring 2023 Forecast, optimistic scenario data. The CAF reflects the

period between the rates' base period (calendar year 2023 Q4) and the prospective period of calendar years 2024 and 2025. All staff salaries have been benchmarked to the Massachusetts Bureau of Labor Statistics (BLS) median wages as dated May 2020. The tax and fringe rate has been benchmarked to 27.38% and the administrative allocation has been benchmarked to 12%. The Severability section has also been updated for consistency across EOHHS rate regulations.

The total annualized cost to state government from the increase in rates amended by this regulation is \$4.425 million, which represents an increase of approximately 17.07% over FY23 rate spending of approximately \$25.9 million.

To register to testify at the hearings and to get instructions on how to join the hearings online, go to www.mass.gov/service-details/executive-office-of-health-and-human-services-public-hearings. To join the hearings by phone, call (646) 558-8656 and enter meeting ID 935 397 8200# when prompted.

You may also submit written testimony instead of, or in addition to, live testimony. To submit written testimony, please email your testimony to ehs-regulations@mass.gov as an attached Word or PDF document or as text within the body of the email with the name of the regulation in the subject line. All written testimony must include the sender's full name, mailing address, and organization or affiliation, if any. Individuals who are unable to submit testimony by email should mail written testimony to EOHHS, c/o D. Briggs, 100 Hancock Street, 6th Floor, Quincy, MA 02171. Written testimony will be accepted through 5:00 p.m. on Friday, November 17, 2023. EOHHS specifically invites comments as to how the amendments may affect beneficiary access to care for MassHealth-covered services.

To review the current drafts of the proposed regulations, go to www.mass.gov/service-details/executive-office-of-health-and-human-services-public-hearings or request a copy in writing from MassHealth Publications, 100 Hancock Street, 6th Floor, Quincy, MA 02171. To view or download related supporting materials, go to www.mass.gov/service-details/proposed-regulations-supporting-materials.

Special accommodation requests may be directed to the Disability Accommodations Ombudsman by email at ADAAccommodations@mass.gov or by phone at (617) 847-3468 (TTY: (617) 847-3788 for people who are deaf, hard of hearing, or speech disabled). Please allow two weeks to schedule sign language interpreters.

EOHHS may adopt a revised version of the proposed regulations taking into account relevant comments and any other practical alternatives that come to its attention.

In case of inclement weather or other emergency, hearing cancellation announcements will be posted on the MassHealth website at www.mass.gov/service-details/executive-office-of-health-and-human-services-public-hearings.

October 27, 2023

Small Business Impact Statement (As required by M.G.L. c. 30A §§ 2, 3 & 5) CMR No: 101 CMR 330.00: Rates for Team Evaluation Services Estimate of the Number of Small Businesses Impacted by the Regulation: 400 Select Yes or No and Briefly Explain Yes No Will small businesses have to create, file, or issue additional reports? X Yes. The regulation requires providers to periodically file cost data to enable EOHHS to develop rates for certain social service programs. This cost reporting requirement is applied uniformly to all providers to enable EOHHS to develop accurate rates that reflect cost data from all providers. Yes No Will small businesses have to implement additional recordkeeping procedures? X Yes. The regulation requires providers to periodically file cost data to enable EOHHS to develop rates for certain social service programs, and providers must maintain records related to such cost report filings. This cost reporting requirement is applied uniformly to all providers to enable EOHHS to develop accurate rates that reflect cost data from all providers. Yes No Will small businesses have to provide additional administrative oversight? \times No. Small businesses are not required by this regulation to provide additional administration oversight as a result of the proposed amendments to this regulation. Yes No Will small businesses have to hire additional employees in order to comply with the proposed regulation? No. This regulation does not require small businesses to hire additional employees to remain in compliance. Yes No Does compliance with the regulation require small businesses to hire other professionals (e.g. a lawyer, X accountant, engineer, etc.)? No. Small businesses are not required by this regulation to hire other professionals. Yes No Does the regulation require small businesses to purchase a product or make any other capital П X investments in order to comply with the regulation? No. This regulation does not require small businesses to purchase any particular product or make any capital investments. Yes No Are performance standards more appropriate than design/operational standards to accomplish the П regulatory objective? (Performance standards express requirements in terms of outcomes, giving the regulated party flexibility to achieve regulatory objectives and design/operational standards specify exactly what actions regulated parties must take.) No. The regulation is required by statute under M.G.L. Chapter 118E, Section 13D and establishes the rates to be paid by governmental units to providers of team evaluation services. Yes No Do any other regulations duplicate or conflict with the proposed regulation? П X No regulations duplicate or conflict with this regulation. Yes No Does the regulation require small businesses to cooperate with audits, inspections or other regulatory X enforcement activities? Yes. The regulation requires providers to periodically file cost data to enable EOHHS to develop rates for certain social service programs. This cost reporting requirement is applied uniformly to all providers to enable EOHHS to develop accurate rates that reflect cost data from all providers. Yes No Does the regulation require small businesses to provide educational services to keep up to date with regulatory requirements? No. This regulation does not require small businesses to provide educational services to keep up to date with the regulatory requirements.

Yes	No 🗵	Is the regulation likely to <i>deter</i> the formation of small businesses in Massachusetts? No. The regulation is not likely to deter or encourage the formation of small businesses in Massachusetts as this regulation establishes rates by which providers of certain social service programs
Yes	No 🗵	are to be paid when services are purchased by governmental units. Is the regulation likely to <i>encourage</i> the formation of small businesses in Massachusetts? No. The regulation is not likely to deter or encourage the formation of small businesses in Massachusetts as this regulation establishes rates by which providers of certain social service programs are to be paid when services are purchased by governmental units.
Yes	No ⊠	Does the regulation provide for less stringent compliance or reporting requirements for small businesses? No. The regulation contains requirements to report cost data to EOHHS to enable EOHHS to develop rates for certain social services. This cost reporting requirement is applied uniformly to all providers to enable EOHHS to develop accurate rates that reflect cost data from all providers.
Yes	No 🗵	Does the regulation establish less stringent schedules or deadlines for compliance or reporting requirements for small businesses? No. The regulation contains requirements to report cost data to EOHHS to enable EOHHS to develop rates for certain social services. The time frame for cost reporting is applied uniformly to all providers to enable EOHHS to timely develop accurate rates that reflect cost data from all providers.
Yes	No ⊠	Did the agency consolidate or simplify compliance or reporting requirements for small businesses? No. The agency did not consolidate or simplify compliance or reporting requirements for small businesses. The requirement to report cost data to EOHHS is applied uniformly to enable EOHHS to timely develop accurate rates that reflect cost data from all providers.
Yes	No ⊠	Can performance standards for small businesses replace design or operational standards without hindering delivery of the regulatory objective? No. The establishment of rates for certain social service providers by regulation is a statutory requirement under M.G.L. Chapter 118E, Section 13D.
Yes	No ⊠	Are there alternative regulatory methods that would minimize the adverse impact on small businesses? No. The regulation does not have an adverse impact on small businesses. The regulation establishes rates by which certain social service providers are to be paid when services are purchased by governmental units. The establishment of rates for these social services by regulation is a statutory requirement under M.G.L. Chapter 118E, Section 13D.

Small Business Impact Statement						
		(As required by M.G.L. c. 30A §§ 2, 3 & 5)				
CMR No: 101 CMR 416.00						
Estimate of the Number of Small Businesses Impacted by the Regulation: 14						
	Select Yes or No and Briefly Explain					
Yes □	No ⊠	Will small businesses have to create, file, or issue additional reports? No. Small businesses will not have to create, file, or issue additional reports as a result of the proposed amendments to this regulation.				
Yes ⊠	No ⊠	Will small businesses have to implement additional recordkeeping procedures? No. Small businesses will not have additional responsibilities to keep records as a result of the proposed amendments to this regulation.				
Yes	No ⊠	Will small businesses have to provide additional administrative oversight? No. Small businesses are not required by this regulation to provide additional administrative oversight as a result of the proposed amendments to this regulation.				
Yes □	No ⊠	Will small businesses have to hire additional employees in order to comply with the proposed regulation? No. This regulation does not require small businesses to hire additional employees to remain in compliance.				
Yes	No ⊠	Does compliance with the regulation require small businesses to hire other professionals (e.g. a lawyer, accountant, engineer, etc.)? No. Small businesses are not required by this regulation to hire other professionals.				
Yes	No ⊠	Does the regulation require small businesses to purchase a product or make any other capital investments in order to comply with the regulation? No. This regulation does not require small businesses to purchase any particular product or make any capital investments.				
Yes	No ⊠	Are performance standards more appropriate than design/operational standards to accomplish the regulatory objective? (Performance standards express requirements in terms of outcomes, giving the regulated party flexibility to achieve regulatory objectives and design/operational standards specify exactly what actions regulated parties must take.) No. The regulation is required by statute under M.G.L. Chapter 118E, Section 13D, and establishes the specific rates to be paid by governmental units for certain social service programs.				
Yes	No ⊠	Do any other regulations duplicate or conflict with the proposed regulation? No regulations duplicate or conflict with this regulation.				
Yes 🗵	No 🗆	Does the regulation require small businesses to cooperate with audits, inspections or other regulatory enforcement activities? Yes. The regulation requires providers to periodically file cost data. This cost reporting requirement is applied uniformly to all providers to enable EOHHS to develop accurate rates that reflect cost data from all providers.				
Yes □	No ⊠	Does the regulation require small businesses to provide educational services to keep up to date with regulatory requirements? No. This regulation does not require small businesses to provide educational services to keep up to date with the regulatory requirements.				

Yes	No	Is the regulation likely to <i>deter</i> the formation of small businesses in Massachusetts?
	\boxtimes	No. The regulation is not likely to deter or encourage the formation of small businesses in
		Massachusetts as this regulation establishes rates by which providers of certain social service programs are to be paid when purchased by governmental units.
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Yes	No	Does the regulation establish less stringent schedules or deadlines for compliance or reporting
	\boxtimes	requirements for small businesses?
		No. The regulation contains requirements to report cost data to EOHHS to enable EOHHS to develop rates for certain social services. The time frame for cost reporting is applied uniformly to all providers to enable EOHHS to timely develop accurate rates that reflect cost data from all providers.
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