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 a remote public hearing on Wednesday, August 2, 2023, relative to the emergency adoption of:

- 1. 10:00 a.m.: 101 CMR 310.00: Rates for Adult Day Health Services
 The proposed amendments to 101 CMR 310.00 apply a 33% rate increase to all
 ADH rates, including transportation services. They would also provide two new
 rates designed to incentivize enrollment of additional members into ADH
 programs. First, a one-time re-engagement rate of \$2,000 per newly returning
 ADH member, and second, a one-time admission rate at \$2,000 per newly
 enrolled member.
- 2. 11:00 a.m.: 101 CMR 348.00: Rates for Day Habilitation Services

 The proposed amendments to 101 CMR 348.00 increase the rates for day habilitation services by 33% (excluding DH services in nursing facilities and transportation services). They also provide two new rates designed to incentivize enrollment of additional members into DH programs. First, a one-time reengagement rate of \$12,000 per newly returning DH member, and second, a one-time admission rate at \$2,000 per newly enrolled member.

The annualized total fiscal impact of the proposed amendments to regulation 101 CMR 348.00 and regulation 101 CMR 310.00 is estimated to be approximately \$117,680,000, which is an increase of approximately 49% in MassHealth spending for DH and ADH services.

The regulations went into effect as emergencies on July 5, 2023. There is no fiscal impact on cities and towns.

To register to testify at the hearing and to get instructions on how to join the hearing online, go to www.mass.gov/service-details/executive-office-of-health-and-human-services-public-hearings. To join the hearing 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 Wednesday, August 2, 2023. EOHHS specifically invites comments as to how the amendments may affect beneficiary access to care.

To review the emergency regulation, 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.

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 final, revised version of the emergency regulation 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.

July 12, 2023

Small Business Impact Statement (As required by M.G.L. c. 30A §§ 2, 3 & 5) CMR No: 101 CMR 310.00 Estimate of the Number of Small Businesses Impacted by the Regulation: 140 adult day health providers Select Yes or No and Briefly Explain Yes Will small businesses have to create, file, or issue additional reports? \boxtimes No. Small businesses will not have to create, file, or issue additional reports as a result of the proposed amendments to this regulation. Will small businesses have to implement additional recordkeeping procedures? Yes No \boxtimes 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? \boxtimes 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 \boxtimes regulation? No. This regulation does not require small businesses to hire additional employees to remain in compliance. Does compliance with the regulation require small businesses to hire other professionals (e.g. a lawyer, Yes No \boxtimes 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 \boxtimes 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 \boxtimes 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 MGL Chapter 118E Section 13D and establishes the specific rates to be paid by governmental units for ADH services. Yes No Do any other regulations duplicate or conflict with the proposed regulation? \boxtimes No regulations duplicate or conflict with this regulation. Yes No Does the regulation require small businesses to cooperate with audits, inspections or other regulatory \boxtimes enforcement activities? Yes. This regulation does require that providers periodically file cost data, which is required in order for EOHHS to develop and establish rates for providers of ADH services.

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 ADH services are to be paid when purchased by governmental units.
Yes	No	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 ADH services are to be paid when purchased by governmental units.
Yes	No 🖂	Does the regulation provide for less stringent compliance or reporting requirements for small businesses? No. The regulation contains uniform requirements for the reporting of cost data to EOHHS in order to enable EOHHS to develop rates that are reasonable and adequate to meet the costs which are incurred by efficiently and economically operated ADH providers, as required of EOHHS by statute.
Yes	No 🖂	Does the regulation establish less stringent schedules or deadlines for compliance or reporting requirements for small businesses? No. The regulation contains uniform requirements for the reporting of cost data to EOHHS in order to enable EOHHS to develop rates that are reasonable and adequate to meet the costs which are incurred by efficiently and economically operated ADH providers, as required of EOHHS by statute.
Yes	No 🖂	Did the agency consolidate or simplify compliance or reporting requirements for small businesses? No. This regulation does not consolidate or simplify compliance or reporting requirements for small businesses. The cost reporting requirements are applied uniformly to all ADH providers in order for EOHHS to develop rates for ADH services.
Yes	No 🖾	Can performance standards for small businesses replace design or operational standards without hindering delivery of the regulatory objective? No. This regulation is in accordance with EOHHS's statutory obligation under MGL Chapter 118E Section 13D to establish, by regulation, the rates to be paid by governmental units to providers of ADH services.
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 uniform rates to be paid by governmental units to providers of ADH services, and as required by statute.

Small Business Impact Statement (As required by M.G.L. c. 30A §§ 2, 3 & 5)

CMR No: 101 CMR 348.00 Estimate of the Number of Small Businesses Impacted by the Regulation: 157 day habilitation providers						
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 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 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 administration oversight as a result of the 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 MGL Chapter 118E Section 13D and establishes the specific rates to be paid by governmental units for DH services.				
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. This regulation does require that providers periodically file cost data, which is required in order for EOHHS to develop and establish rates for providers of DH services.				

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 DH services are to be paid when purchased by governmental units.
Yes	No ⊠	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 DH services are to be paid when purchased by governmental units.
Yes	No 🖂	Does the regulation provide for less stringent compliance or reporting requirements for small businesses? No. The regulation contains uniform requirements for the reporting of cost data to EOHHS in order to enable EOHHS to develop rates that are reasonable and adequate to meet the costs which are incurred by efficiently and economically operated DH providers, as required of EOHHS by statute.
Yes	No 🖂	Does the regulation establish less stringent schedules or deadlines for compliance or reporting requirements for small businesses? No. The regulation contains uniform requirements for the reporting of cost data to EOHHS in order to enable EOHHS to develop rates that are reasonable and adequate to meet the costs which are incurred by efficiently and economically operated DH providers, as required of EOHHS by statute.
Yes	No ⊠	Did the agency consolidate or simplify compliance or reporting requirements for small businesses? No. This regulation does not consolidate or simplify compliance or reporting requirements for small businesses. The cost reporting requirements are applied uniformly to all DH providers in order for EOHHS to develop rates for DH services.
Yes	No 🖾	Can performance standards for small businesses replace design or operational standards without hindering delivery of the regulatory objective? No. This regulation is in accordance with EOHHS statutory obligation under MGL Chapter 118E Section 13D to establish, by regulation, the rates to be paid by governmental units to providers of DH services.
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 uniform rates to be paid by governmental units to providers of DH services, and as required by statute.