

interChange Provider Important Message

RE: Chronic Disease Hospital Reimbursement Public Notice

Dear Chronic Disease Hospital Provider,

Effective on or after July 1, 2025, the Connecticut Department of Social Services (DSS) will increase rate payments to free-standing chronic disease hospitals. DSS anticipates that the funding will support continued access and quality for these services.

Additionally, this SPA will implement a rate methodology for newly established free-standing chronic disease hospitals. Such hospitals shall be reimbursed the lowest rate of the existing free-standing chronic disease hospital. Effective for dates of service on and after the first day of the second month following the due date of such hospital's Medicare cost report as a chronic disease hospital, the per diem rate will be rebased to 75% of cost using data on the cost report.

Public notice and draft Medicaid State Plan Amendment (SPA) pages summarizing each proposed change and process for submitting comments to DSS (including contact information) are published at this link: <https://portal.ct.gov/DSS/Health-And-Home-Care/Medicaid-State-Plan-Amendments>.

Specifically, public notice is being posted for the following SPA:

- SPA 25-AL: Chronic Disease Hospital Reimbursement

Best regards,

Department of Social Services

