

Department of Health Care Policy and Financing

Funding Request for the FY 2025-26 Budget Cycle

Request Title

R-13 Contract True Up

Dept. Approval By: _____

Supplemental FY 2024-25

OSPB Approval By: _____

Budget Amendment FY 2025-26

X

Change Request FY 2025-26

Summary Information	Fund	FY 2024-25		FY 2025-26		FY 2026-27
		Initial Appropriation	Supplemental	Base Request	Change Request	Continuation
			Request			
Total		\$43,458,966	\$0	\$36,454,710	\$1,028,833	\$409,087
FTE		0.0	0.0	0.0	0.0	0.0
Total of All Line Items Impacted by Change Request	GF	\$15,916,935	\$0	\$13,284,451	\$433,098	\$123,225
	CF	\$4,002,403	\$0	\$2,933,456	\$0	\$0
	RF	\$81,000	\$0	\$81,000	\$0	\$0
	FF	\$23,458,628	\$0	\$20,155,803	\$595,735	\$285,862

Line Item Information	Fund	FY 2024-25		FY 2025-26		FY 2026-27
		Initial Appropriation	Supplemental	Base Request	Change Request	Continuation
			Request			
Total		\$39,323,047	\$0	\$32,318,791	\$455,943	\$455,943
01. Executive Director's Office, (A) General Administration, (1) General Administration - General Professional Services and Special Projects	FTE	0.0	0.0	0.0	0.0	0.0
	GF	\$14,318,306	\$0	\$11,685,822	\$146,653	\$146,653
	CF	\$3,462,102	\$0	\$2,393,155	\$0	\$0
	RF	\$81,000	\$0	\$81,000	\$0	\$0
	FF	\$21,461,639	\$0	\$18,158,814	\$309,290	\$309,290

Total		\$4,135,919	\$0	\$4,135,919	\$572,890	(\$46,856)
01. Executive Director's Office, (E) Provider Audits and Services, (1) Provider Audits and Services - Professional Audit Contracts	FTE	0.0	0.0	0.0	0.0	0.0
	GF	\$1,598,629	\$0	\$1,598,629	\$286,445	(\$23,428)
	CF	\$540,301	\$0	\$540,301	\$0	\$0
	RF	\$0	\$0	\$0	\$0	\$0
	FF	\$1,996,989	\$0	\$1,996,989	\$286,445	(\$23,428)

Auxiliary Data

Requires Legislation? NO

Type of Request? Health Care Policy and Financing Prioritized Request

Interagency Approval or Related Schedule 13s:

No Other Agency Impact



Department Priority: R-13 Contract True Up

Summary of Funding Change for FY 2025-26

Fund Type	FY 2025-26 Base Request	FY 2025-26 Incremental Request	FY 2026-27 Incremental Request
Total Funds	\$36,454,710	\$1,028,833	\$409,087
General Fund	\$13,284,451	\$433,098	\$123,225
Cash Funds	\$2,933,456	\$0	\$0
Reappropriated Funds	\$81,000	\$0	\$0
Federal Funds	\$20,155,803	\$595,735	\$285,862
FTE	0.0	0.0	0.0

Summary of Request

Problem or Opportunity: The spending authority for actuarial rate analysis, program audits, the Pre-Admission Screening and Resident Review (PASRR) contract, and the statutorily required nursing facility appraisals is currently insufficient to meet program needs. The Department contracts with vendors to ensure its managed care rates comply with state statutes and federal regulations, and that the provider cost reports used to develop these rates and track quality metrics are accurate. Additionally, the Department’s funding for the PASRR contract is insufficient to procure a vendor to provide sufficient oversight of the nursing facilities. Finally, state statutes require the Department to conduct nursing facility appraisals every four years, but the corresponding funding is misaligned with the timeline to complete the appraisals.

Proposed Solution: The Department is requesting an increase in funding for several key areas. Firstly, additional funds are needed for actuarial rate analysis to support the rate development of the HB 22-1289, “Cover All Coloradans” programs. Additionally, the Department is requesting increased funding for auditing and PASRR contracts due to recent changes in reimbursement rates and operational requirements for these critical vendor contracts. Lastly, the Department is requesting an increase in funding for FY 2025-26 and a corresponding decrease in funding for FY 2026-27 to align the current nursing facility rate setting timeline and statutorily required nursing facility appraisals with the quadrennial appropriation for state nursing facility appraisals.

Fiscal Impact of Solution: The Department requests an increase of \$1.03 million total funds, including an increase of \$0.43 million General Fund, in FY 2025-26 and an increase of \$0.41 million total funds including an increase of \$0.12 million General Fund in FY 2026-27.

Requires Legislation	Equity Impacts	Revenue Impacts	Impacts Another Department?	Statutory Authority
No	Neutral	No	No	25.5-4-403, C.R.S. 25.5-6-201 (4), C.R.S.

Background and Opportunity

Actuarial Rate Analysis and Program Audits

The Department contracts with vendors to ensure that the managed care rates paid are actuarially sound. Capitation rates that lack actuarial soundness cannot be approved by the Centers for Medicare & Medicaid Services (CMS), resulting in violations of both state statutes and federal requirements. The current appropriation for actuarial rate analysis is insufficient to support the Department's managed care rates for the implementation of HB 22-1289. HB 22-1289 mandates that the Department provide health benefit coverage for Colorado's pregnant people and children who would be eligible for Medicaid and the Children's Basic Health Plan (CHIP) if not for their immigration status. Ongoing support of these programs requires rate development and actuarial certification. Although the Department was appropriated funding in FY 2023-24 through HB 22-1289 for rate development, this funding only supported the initial rate building for the programs. Ongoing funding is needed to support annual work to update the rates for the programs. Currently, the Department lacks the necessary funding to ensure the developed rates are actuarially sound.

As part of the rate setting and policy development process, the Department contracts with vendors to ensure that cost reports submitted by managed care providers are accurate and complete. Currently, the Department contracts with a vendor to audit cost reports and provide the Department with annual and quarterly financial audit reports. Cost report audits are essential to the rate setting process, and required under 25.5-4-403, C.R.S., to ensure that the reports submitted to the Department by Community Mental Health Centers (CMHCs) and other providers who contract with the Regional Accountable Entities (RAEs) correctly reflect the cost of services rendered. Annual financial audits provide the Department with financial statements for each RAE, Managed Care Organization (MCO), and Program for All-Inclusive Care for the Elderly (PACE) provider. These financial audits are used in the rate setting and policy development process for the providers. Lastly, quarterly financial audits produced by the Department's vendor are used to track quality metrics and performance for managed care providers, which are essential for the Department to track quality of care and identify potential disparities in coverages.

The Department has received revised reimbursement rates and operational requirements from its auditing vendor. These revised rates are a result of changes in market-based rates and the implementation of electronic accessibility standards required by Section 508 of the Rehabilitation Act of 1973. These federal electronic accessibility standards are similar to those

required under state law through HB 21-1110.¹ The impact of the revised figures exceeds the currently allocated funding for the contracts under the current appropriation. Therefore, the Department is requesting an increase in funding to address the shortfall needed to support these contracts.

Pre-Admission Screening and Resident Review

All admissions to nursing facilities with Medicaid certified beds, regardless of individual payer source, are subject to preadmission screening, and all current residents, regardless of individual payer source, are subject to an annual review. The purpose of these assessments is to ensure that residents receive appropriate care, that they remain in the nursing facility for the appropriate amount of time, and that the percentage of residents with a major mental illness or developmental disability does not exceed 50% of all patients in the facility. This is a federal requirement to receive Medicaid funds as mandated by the federal Omnibus Budget Reconciliation Act of 1987. The Department is reprocurring the contract for its PASRR vendor to perform this work, but the funding for that contract has not increased to align with program needs.

An increase in funding for PASRR would allow the Department to procure a more robust contract. This would include improved oversight of the nursing facilities, better monitoring of specialized services, and a decrease in the federally required turnaround times for evaluations. Specialized Services typically exceed the typical services provided by nursing facilities and address specific service needs related to a person's mental illness and/or intellectual disability or related condition. For example, a member may need psychoeducation, outpatient mental health services, day habilitation, or supported employment services that is typically not provided by a nursing facility. The need for these services is individualized and identified in the Level II evaluation. The state is responsible for providing or arranging the necessary Specialized Services identified in the evaluation.

The current vendor has struggled to meet the required turnaround time of 7-9 days to complete the evaluations. It also has very limited capability for monitoring specialized services and capturing actionable data on which areas of the State need more behavioral health providers providing specialized services.

State Nursing Facility Appraisals

Per Section 25.5-6-201 (4), C.R.S., the Department is required to contract with an independent firm once every four years to conduct nursing facility appraisals. The underlying result of the contracted appraisal is the determination of "fair rental value". Fair rental value or appraised value means the determination of the depreciated cost of replacement of a capital-related asset to its current owner. The fair rental (property) value determination is used in the process of rate setting. Various provisions in Section 25.5-6-202, C.R.S., specify that the Department must reimburse nursing facility providers a per diem rate for the cost of direct and indirect health care services and raw food, while also factoring in the acuity and case-mix of the nursing facility provider residents. These rates are also based in part on the fair rental value of the facility.

¹ <https://oit.colorado.gov/hb21-1110-faq>

The Department is also required to defend the appraisals when litigation occurs. Litigation support is included in the contractor's cost, which covers expert testimony and analysis by the appraisers. The funding ensures all nursing facilities are appraised and that the Department has the necessary litigation support for any issues arising from the appraisals. Funding for this process is appropriated once every four fiscal years, as approved by the General Assembly in the Department's FY 2006-07 DI-8 "Fund Nursing Facility Appraisals" request. The next appraisals will occur in FY 2025-26. However, funding is scheduled to be annualized into the Department's budget in FY 2026-27 based on the quadrennial appropriation established in the FY 2006-07 DI-8 request. To calculate the reimbursement rate paid to nursing facilities, it is essential that the appraisals occur as required. If the appraisals do not occur as specified in statute, the Department will be out of compliance and at a significantly increased risk of litigation from nursing facility owners.

The Department implemented a rate rebase at nursing facilities using data from the appraisals that occurred in the fall of FY 2018-19 to develop the new reimbursement rate that went into effect in FY 2019-20. This created a one-year delay in prospective rate setting in future years. If the Department had waited until the next scheduled round of nursing facility appraisals in FY 2022-23, the new rate would not have gone into effect until FY 2023-24, putting the Department at five years since the previous rate development and potentially out of compliance with Section 25.5-6-201 (4), C.R.S. As a result, the Department advanced the nursing facilities appraisal schedule by one year, occurring in FY 2021-22 instead of FY 2022-23, to incorporate that data in the FY 2022-23 reimbursement rate model for nursing facilities. Although the funding for nursing facility appraisals was scheduled for FY 2022-23, the Department was able to absorb the appraisal costs in FY 2021-22. However, the Department will not be able to absorb the cost of the next round of appraisals that will occur in FY 2025-26.

Proposed Solution and Anticipated Outcomes

The Department requests \$1,028,833 total funds including \$433,098 General Fund in FY 2025-26, \$409,087 total funds including \$123,225 General Fund in FY 2026-27, and \$688,833 total funds including \$263,098 General Fund in FY 2027-28 and ongoing to support actuarial rate analysis, auditing and PASRR contracts, and to realign the quadrennial appropriation for state nursing facility appraisals.

Actuarial Rate Analysis and Program Audits

To address the current shortfall in funding and ensure sufficient support for the Department's contracts for actuarial rate analysis and program auditing, the Department requests an increase in funding. This request aims to resolve the funding gap created by the implementation of HB 22-1289. While the Department received initial funding in FY 2023-24 for rate development under HB 22-1289, this funding only supported the initial rate building for these programs. Ongoing funding is essential to support the annual updates to the capitated rates for these programs. Additionally, the revised reimbursement rates and operational requirements from the Department's auditing vendor, driven by changes in market-based rates and new accessibility standards, have exceeded the currently allocated funding. This requested funding increase will ensure that the rates developed for new and existing programs are appropriate and in compliance with both state statutes and federal regulations, thereby supporting the ongoing implementation and success of HB 22-1289.

Pre-Admission Screening and Resident Review

The Department requests an increase in funding for the PASRR contract. This would allow the Department to procure a contract with a vendor that is able to ensure the program is fully compliant with federal regulations, including increased oversight of facilities and shorter turnaround times for evaluations. The Department would also require the contractor to collect data on where there are gaps in providers for behavioral health services for members in the facilities. All of these changes would help ensure members utilizing nursing facility services are receiving appropriate care.

State Nursing Facility Appraisals

The Department is requesting funding in FY 2025-26 and a permanent one-year advancement of the current quadrennial appropriation for nursing facility appraisals. This funding request includes a net increase in funding from the existing appropriation established through the FY 2006-07 DI-8 request due to changes in the number of facilities that need to be appraised and market-based changes in appraisal costs. With this funding, the Department could hire a contractor to audit all state nursing facilities and determine an accurate fair rental value, including up to date per diem reimbursement rates. If the Department receives the requested funding, it would be able to perform nursing facility appraisals in FY 2025-26 and would no longer need the approved funding annualized into the Department's budget in FY 2026-27 for this purpose. The Department would advance the quadrennial appraisal schedule by one year ongoing, with the following rounds of appraisals scheduled in FY 2029-30, FY 2034-25, and every fourth year thereafter.

Consequences if Not Approved

If this request is not approved, the Department's current spending authority for actuarial analysis, auditing, and PASRR contracts would be out of alignment with current needs. This misalignment would prevent the Department from ensuring that the rates developed for new and existing programs are actuarially sound, putting the Department out of compliance with state statutes and federal regulations. This non-compliance could result in federal disallowances and delays in implementing statutorily required programs, negatively impacting the state's Medicaid program administration and ultimately, program beneficiaries.

Furthermore, if this request is not approved, there will be insufficient funds to perform facility appraisals, and the Department will be out of compliance with state statute. Without completed appraisals, facilities would be reimbursed using rates based on outdated property value information. This would reduce the certainty that rates accurately reflect current property data, increasing the Department's risk of litigation from nursing facility owners due to inaccurate rental value information. This would likely result in avoidable litigation costs to the state.

Supporting Evidence and Evidence Designation

The Department assumes that an Evidence Designation is not applicable to this request because the request is entirely administrative and does not meet the statutory definition for a program or practice.

Promoting Equitable Outcomes

The Department has identified this request as equity-neutral given that the request affects only department operations with no identified equity impacts.

Assumptions and Calculations

For detailed calculations, please see Appendix A.

Actuarial Rate Analysis and Program Audits

The Department's vendor has provided the estimated number of hours and the hourly rate needed to conduct ongoing actuarial analysis for the HB 22-1289 programs. Table 3 of the Appendix outlines the required hours and hourly rate for actuarial analysis required.

For cost report audits, annual financial audits, and quarterly financial audits, the Department's vendor has provided revised contract amount projections based on changes in reimbursement rates and operational requirements. Table 4.1 of the Appendix shows the current appropriated contract amount against the revised amount for FY 2025-26. The Department is requesting funding to cover the budget shortfall between the FY 2025-26 program cost and the current budget.

Audit expenditures would be eligible for a 50 percent Federal Financial Participation rate (FFP). Actuary expenditures for HB 22-1289 would be eligible for an estimated 16.6 percent FFP rate based on the HB 22-1289 populations eligible to receive federal matching funds. Pregnant people enrolled in HB 22-1289 programs are eligible for a 65 percent FFP rate, while the children's populations are not eligible for FFP.

Pre-Admission Screening and Resident Review

The proposed funding is based on the anticipated costs for the current scope in the Request for Proposal (RFP) that is out to bid and would be effective July 1, 2025. The PASRR contract receives a 75 percent FFP. Table 6 of the Appendix outlines the required increase in contract hours and hourly rate required.

State Nursing Facility Appraisals

The estimated number of nursing facilities requiring appraisals is 200. The estimated amount allocated to each facility appraisal would be \$1,700. This rate includes costs for the physical appraisal, participation in an informal reconsideration process, and litigation witness services. Funding for this request would be eligible for 50 percent FFP.

If this request is approved, the Department will be able to perform nursing facility appraisals in FY 2025-26 and will no longer need the approved funding annualized into the Department's budget in FY 2026-27 for this purpose. This is reflected in Tables 2.1 and 2.2 of the Appendix, with an impact of \$340,000 in FY 2025-26 and a decrease in spending authority in FY 2026-27.

R-13 Contract True Up
Appendix A: Assumptions and Calculations

Table 1.1 Summary by Line Item FY 2025-26									
Row	Line Item	Total Funds	FTE	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FFP Rate	Notes/Calculations
A	(1) Executive Director's Office; (A) General Administration; General Professional Services & Special Projects	\$455,943.00	0.0	\$146,653.00	\$0.00	\$0.00	\$309,290.00	67.84%	Table 2.1, Row A + Table 2.1, Row D
B	(1) EDO, (E) Provider Audits, Professional Audit Contracts	\$572,890.00	0.0	\$286,445.00	\$0.00	\$0.00	\$286,445.00	50.00%	Table 2.1, Row B + Table 2.1, Row C
C	Total Request	\$1,028,833.00	0.0	\$433,098.00	\$0.00	\$0.00	\$595,735.00		Sum of Rows A through B

R-13 Contract True Up
Appendix A: Assumptions and Calculations

Table 1.2 Summary by Line Item FY 2026-27									
Row	Line Item	Total Funds	FTE	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FFP Rate	Notes/Calculations
A	(1) Executive Director's Office; (A) General Administration; General Professional Services & Special Projects	\$455,943.00	0.0	\$146,653.00	\$0.00	\$0.00	\$309,290.00	67.84%	Table 2.2, Row A + Table 2.2, Row D
B	(1) EDO, (E) Provider Audits, Professional Audit Contracts	(\$46,856.00)	0.0	(\$23,428.00)	\$0.00	\$0.00	(\$23,428.00)	50.00%	Table 2.2, Row B + Table 2.2, Row C
C	Total Request	\$409,087.00	0.0	\$123,225.00	\$0.00	\$0.00	\$285,862.00		Sum of Rows A through B

R-13 Contract True Up
Appendix A: Assumptions and Calculations

Table 1.3 Summary by Line Item FY 2027-28 and Ongoing									
Row	Line Item	Total Funds	FTE	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FFP Rate	Notes/Calculations
A	(1) Executive Director's Office; (A) General Administration; General Professional Services & Special Projects	\$455,943.00	0.0	\$146,653.00	\$0.00	\$0.00	\$309,290.00	67.84%	Table 2.3, Row A + Table 2.3, Row D
B	(1) EDO, (E) Provider Audits, Professional Audit Contracts	\$232,890.00	0.0	\$116,445.00	\$0.00	\$0.00	\$116,445.00	50.00%	Table 2.3, Row B + Table 2.3, Row C
C	Total Request	\$688,833.00	0.0	\$263,098.00	\$0.00	\$0.00	\$425,735.00		Sum of Rows A through B

R-13 Contract True Up
Appendix A: Assumptions and Calculations

Table 2.1 Summary by Initiative FY 2025-26									
Row	Item	Total Funds	FTE	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FFP Rate	Notes/Calculations
A	HB 22-1289 Actuarial Analysis	\$55,943.00	0.0	\$46,653.00	\$0.00	\$0.00	\$9,290.00	16.61%	Table 3, Row G
B	Audit Contract Funding	\$232,890.00	0.0	\$116,445.00	\$0.00	\$0.00	\$116,445.00	50.00%	Table 4.1, Row C
C	State Nursing Facility Appraisal	\$340,000.00	0.0	\$170,000.00	\$0.00	\$0.00	\$170,000.00	50.00%	Table 5.1, Row C
D	Preadmission Screening and Resident Review (PASRR) Contract Increase	\$400,000.00	0.0	\$100,000.00	\$0.00	\$0.00	\$300,000.00	75.00%	Table 6, Row C
E	Total Request	\$1,028,833.00	0.0	\$433,098.00	\$0.00	\$0.00	\$595,735.00		Sum of Rows A through D

Table 2.2 Summary by Initiative FY 2026-27									
Row	Item	Total Funds	FTE	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FFP Rate	Notes/Calculations
A	HB 22-1289 Actuarial Analysis	\$55,943.00	0.0	\$46,653.00	\$0.00	\$0.00	\$9,290.00	16.61%	Table 3, Row G
B	Audit Contract Funding	\$232,890.00	0.0	\$116,445.00	\$0.00	\$0.00	\$116,445.00	50.00%	Table 4.1, Row C
C	State Nursing Facility Appraisal	(\$279,746.00)	0.0	(\$139,873.00)	\$0.00	\$0.00	(\$139,873.00)	50.00%	Current quadrennial appropriation
D	Preadmission Screening and Resident Review (PASRR) Contract Increase	\$400,000.00	0.0	\$100,000.00	\$0.00	\$0.00	\$300,000.00	75.00%	Table 6, Row C
E	Total Request	\$409,087.00	0.0	\$123,225.00	\$0.00	\$0.00	\$285,862.00		Sum of Rows A through D

Table 2.3 Summary by Initiative FY 2027-28 and Ongoing									
Row	Item	Total Funds	FTE	General Fund	Cash Funds	Reappropriated Funds	Federal Funds	FFP Rate	Notes/Calculations
A	HB 22-1289 Actuarial Analysis	\$55,943.00	0.0	\$46,653.00	\$0.00	\$0.00	\$9,290.00	16.61%	Table 3, Row G
B	Audit Contract Funding	\$232,890.00	0.0	\$116,445.00	\$0.00	\$0.00	\$116,445.00	50.00%	Table 4.1, Row C
C	State Nursing Facility Appraisal	\$0.00	0.0	\$0.00	\$0.00	\$0.00	\$0.00	50.00%	
D	Preadmission Screening and Resident Review (PASRR) Contract Increase	\$400,000.00	0.0	\$100,000.00	\$0.00	\$0.00	\$300,000.00	75.00%	Table 6, Row C
E	Total Request	\$688,833.00	0.0	\$263,098.00	\$0.00	\$0.00	\$425,735.00		Sum of Rows A through D

R-13 Contract True Up
Appendix A: Assumptions and Calculations

Table 3: Managed Care Actuarial Contract Funding for HB 22-1289 Cover All Coloradans			
Row	Item	Amount	Source/Calculation
A	Estimated Actuary Hours	89.38	Contractor estimate
B	Estimated Actuary Hourly Rate	\$375.00	Current contract rate
C	Total Actuary Estimate	\$33,518	Row A * Row B
D	Estimated Analyst Hours	149.50	Contractor estimate
E	Estimated Analyst Hourly Rate	\$150.00	Current contract rate
F	Total Analyst Estimate	\$22,425	Row D * Row E
G	Total Estimated Actuary Costs	\$55,943	Row C + Row F

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Appendix A: Assumptions and Calculations

Table 4.1: Auditing Program Budget Shortfall Calculation			
Row	Item	Amount	Source/Calculation
A	Program Cost	\$502,240	Table 4.2, Row D
B	Current Budget	\$269,350	FY 2024-25 Long Bill (HB 24-1430)
C	Budget Shortfall	\$232,890	Row A - Row B

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Appendix A: Assumptions and Calculations

Table 4.2: Auditing Program Cost					
Row	Item	Hours	Average Rate	Cost	Source/Calculation
A	Cost Report Training	76	\$217.63	\$16,540	Department forecast
B	Guideline Reviews	51	\$204.71	\$10,440	Department forecast
C	Cost Report Reviews	3,310	\$143.58	\$475,260	Department forecast
D	Total	3,437	\$146.13	\$502,240	Row A + Row B + Row C

R-13 Contract True Up
Appendix A: Assumptions and Calculations

Table 5.1: Nursing Facility Appraisals			
Row	Item	Amount	Source/Calculation
A	Estimated Nursing and Intermediate Care Facilities (ICF)	200	Estimated number of nursing and intermediate care facilities requiring appraisals in FY 2025-26
B	Estimated Cost Per Appraisal	\$1,700.00	Estimated appraisal cost
C	Estimated Facility Appraisal Cost	\$340,000	Row A * Row B

Table 5.2: Incremental Change from Current Nursing Facility Appraisal Appropriation - INFORMATIONAL ONLY			
Row	Item	Amount	Source/Calculation
A	Estimated Quadrennially Appraisal Cost	\$340,000	Table 5.1, Row C
B	Current Quadrennially Appropriated Amount	\$279,746	Current amount appropriated to the Department once every four years for nursing facility appraisals
C	Net Amount Being Requested	\$60,254	Row A - Row B: Represents net increase of request irrespective of change in appropriation timeline

R-13 Contract True Up
Appendix A: Assumptions and Calculations

Table 6: Preadmission Screening and Resident Review (PASRR) Contract Increase			
Row	Item	Amount	Source/Calculation
A	Estimated Increase in Contract Hours	1,970	Department estimate
B	Estimated Hourly Rate	\$203.00	Standard contract rate
C	Total Estimated Contract Increase	\$400,000	Row A * Row B