

# MEDICAID POLICY INFORMATION SHEET

**Policy Analyst:** Carly Todd

**Phone Number:** 517-284-1196

Initial

Public Comment

Final

**Brief description of policy:**

In accordance with Public Act 166 of 2022 Section 1628, this policy increases the Medicaid reimbursement rate for covered dental services provided at ambulatory surgical centers and outpatient hospitals.

**Reason for policy (problem being addressed):**

This policy is being promulgated to comply with Public Act 166 of 2022 Section 1628.

**Budget implication:**

budget neutral

will cost MDHHS \$ 3 million, and is budgeted in current appropriation

will save MDHHS \$

**Is this policy change mandated per federal requirements?**

No

**Does policy have operational implications on other parts of MDHHS?**

No

**Does policy have operational implications on other departments?**

No

**Summary of input:**

controversial (Explain)

acceptable to most/all groups

limited public interest/comment

**Supporting Documentation:**

State Plan Amendment Required: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Public Notice Required: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
If Yes, please provide status:	If yes, Submission Date: <b>9/12/22</b>
<input type="checkbox"/> Approved <input checked="" type="checkbox"/> Pending <input type="checkbox"/> Denied	
Date: 9/15/22 Approval Date:	

<b>DRAFT FOR PUBLIC COMMENT</b>  <b>Michigan Department of Health and Human Services</b>		
	<b>Project Number:</b> 2242-Hospital	<b>Date:</b> October 20, 2022

**Comments Due:** November 23, 2022  
**Proposed Effective Date:** As Indicated  
**Direct Comments To:** Carly Todd  
**Address:**  
**E-Mail Address:** [ToddC1@michigan.gov](mailto:ToddC1@michigan.gov)  
**Phone:** 517-284-1196 **Fax:**

**Policy Subject:** Outpatient Hospital and Ambulatory Surgical Center Dental Reimbursement Increase

**Affected Programs:** Medicaid, Healthy Michigan Plan

**Distribution:** Hospitals, Ambulatory Surgical Centers, Dentists, Dental Clinics, Dental Health Plans, Federally Qualified Health Centers, Local Health Departments, Medicaid Health Plans, Tribal Health Centers

**Summary:** In accordance with Public Act 166 of 2022 Section 1628, this policy increases the Medicaid reimbursement rate for covered dental services provided in ambulatory surgical centers and outpatient hospitals.

**Purpose:** This policy is being promulgated to comply with Public Act 166 of 2022 Section 1628.

**Cost Implications:** \$3 million General Fund

**Potential Hearings & Appeal Issues:** Limited

<b>State Plan Amendment Required:</b> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> <b>If yes, date submitted:</b> 9/15/2022	<b>Public Notice Required:</b> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> <b>Submitted date:</b> 9/12/2022
---	--

**Tribal Notification:** Yes  No  - **Date:** 08/30/2022

**THIS SECTION COMPLETED BY RECEIVER**

<input type="checkbox"/> <b>Approved</b>	<input type="checkbox"/> <b>No Comments</b>
<input type="checkbox"/> <b>Disapproved</b>	<input type="checkbox"/> <b>See Comments Below</b>
	<input type="checkbox"/> <b>See Comments in Text</b>

<b>Signature:</b>	<b>Phone Number</b>
-------------------	---------------------

**Signature Printed:**

<b>Bureau/Administration</b> <i>(please print)</i>	<b>Date</b>
--	-------------

# Proposed Policy Draft

Michigan Department of Health and Human Services  
Behavioral & Physical Health and Aging Services Administration

**Distribution:** Hospitals, Ambulatory Surgical Centers, Dentists, Dentists, Dental Clinics, Dental Health Plans, Federally Qualified Health Centers, Local Health Departments, Medicaid Health Plans, Tribal Health Centers

**Issued:** December 1, 2022 (Proposed)

**Subject:** Outpatient Hospital and Ambulatory Surgical Center Dental Reimbursement Increase

**Effective:** As Indicated (Proposed)

**Programs Affected:** Medicaid, Healthy Michigan Plan

**NOTE: Implementation of this policy is contingent upon State Plan Amendment approval from the Centers for Medicare & Medicaid Services (CMS).**

The purpose of this policy is to increase the Medicaid reimbursement rate for covered dental services provided in ambulatory surgical centers (ASCs) and outpatient hospitals. Effective October 1, 2022, this policy increases the minimum rate for covered dental services provided in ambulatory surgical centers to \$1,495.00 and increases the minimum rate for covered dental services provided in outpatient hospitals to \$2,300.00. Additionally, this policy modifies the reimbursement methodology for dental services in these settings from the Outpatient Perspective Payment System (OPPS) to a Medicaid fee schedule.

In accordance with existing ASC and outpatient hospital reimbursement policy, services listed in the Michigan Department of Health and Human Services (MDHHS) Wraparound Code Lists are paid based on an MDHHS-specific fee schedule. The Wrap Around Code List includes CMS OPPS procedure codes that Michigan Medicaid pays or covers differently than Medicare. To receive the increased rates, dental procedures performed in ASCs and outpatient hospitals should be billed using dental surgery procedure code 41899. Payment will be made in accordance with the Medicaid fee schedule in effect on the date of service for the procedure code(s) billed. Outpatient hospital and ASC fee schedules are available on the MDHHS website at [www.michigan.gov/medicaidproviders](http://www.michigan.gov/medicaidproviders) >> Billing & Reimbursement >> Provider Specific Information.