




State of New Mexico
Medical Assistance Program Manual
Supplement



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TO: INTERMEDIATE CARE FACILITIES FOR INDIVIDUALS WITH INTELLECTUAL DISABILITIES (ICF/IID)

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THROUGH: RAYNA FAGUS, BUREAU CHIEF, FINANCIAL MANAGEMENT BUREAU, MEDICAL ASSISTANCE DIVISION

SUBJECT: ICF/IID ANNUAL UPL SUPPLEMENTAL PAYMENT, STATE PLAN AMENDMENT (SPA) 24-0009

The New Mexico Health Care Authority, Medical Assistance Division (HCA/MAD) is issuing this Supplement to provide guidance for the ICF/IID Annual Upper Payment Limit (UPL) Supplemental Payment, as the Center for Medicare & Medicaid Services (CMS) has approved HCA/MAD's State Plan Amendment (SPA) 24-0009.

Annually and no later than June 1, eligible ICF/IID facilities will receive a lump sum payment based on their available UPL room. Payments will be made prior to the completion of the State Fiscal Year and included in the UPL demonstration submitted to CMS annually. The demonstration will utilize cost reports from the proceeding state fiscal year. The total amount of the payments will not exceed the Upper Payment Limit (UPL) room and will only be paid to providers that do not exceed UPL limits. If the UPL gap in the demonstration exceeds the available budget, all eligible providers will receive pro-rata portion of the available funds based on their demonstrated UPL.

For State Fiscal Year 2025, the annual June 1 payment was delayed awaiting CMS approval. In subsequent years, the ICF/IID Annual UPL Supplemental Payment will be made no later than June 1.

Questions regarding this Supplement may be directed to Medical Assistance Division, Financial Management Bureau at madinfo.hca@hca.nm.gov.