



114th MAINE LEGISLATURE

FIRST REGULAR SESSION - 1989

Legislative Document

No. 362

H.P. 250

House of Representatives, February 23, 1989

Reference to the Committee on Human Resources suggested and ordered printed.

EDWIN H. PERT, Clerk

Presented by Representative DELLERT of Gardiner. Cosponsored by Representative CLARK of Brunswick, Representative McGOWAN of Canaan and Senator CAHILL of Sagadahoc.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-NINE

An Act to Provide for Base-year Revisions for Intermediate Care Facilities for the Mentally Retarded.

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1 Be it enacted by the People of the State of Maine as follows:

22 MRSA §1708, sub-§2-A is enacted to read:

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2-A. Base-year revisions. In calculating the prospective per diem rate for intermediate care facilities for the mentally
retarded, the department shall base the facility's operating costs either on the budget in the facility's certificate of need
or, at the facility's option, on a revised base-year budget which the facility may submit at intervals of no less than 5 years.

STATEMENT OF FACT

15 The current system of Medicaid reimbursement to intermediate care facilities for the mentally retarded bases per diem rates on the operating budget contained in each facility's certificate of 17 need. This system, however, discriminates against older 19 facilities, whose budget lines for items such as maintenance and repair are considerably higher now, as their physical plants age, then they were when the certificate of need was submitted. Moreover, the acute labor shortage of the past few years has 21 23 required intermediate care facilities for the mentally retarded to pay wages much higher than those envisioned at the facilities' 25 inception.

27 This bill gives intermediate care facilities for the mentally retarded the option of rebasing per diem rates at 29 regular intervals so that rates more accurately reflect current costs.