

# Repeal the Rule!

## Update Rules to Streamline and Simplify Administration of Public Funding for Adult Day Services

No Home and Community Care Block Grant (HCCBG) services other than adult day care and day health have maximum rates. Maximum reimbursement rates for adult day services are set out in rule (10A NCAC 06Q .0201.), last updated in 1992. The rule was promulgated under statutory authority in NCGS 143B-181.1(c). There is no fiscal impact to the change. Rate setting for adult day services should be treated like all other HCCBG services to account for differences in different regions and variations in levels of care provided, quality, economics and daily hours of service delivery—six to ten+ hours per day.

### Profile of NC Adult Day Centers

- 85 certified adult day centers (excluding 12 PACE sites) among 50 counties<sup>i</sup>
- 64% of certified centers employ RN or LPN daily (combination centers)<sup>ii</sup>
- Certified daily capacity: 4,998 adults<sup>iii</sup>
- 86% are nonprofit<sup>iv</sup>
- 80% provided daily roundtrip transportation to/from center<sup>v</sup>
- 66% in operation 10+ years<sup>vi</sup>
- Average hours open per day: 10 hours<sup>vii</sup>
- Average operating cost: \$67.67 per day<sup>viii</sup>
- 52% diagnosed with Alzheimer’s disease or other dementia<sup>ix</sup>
- Average length of enrollment: 24 months<sup>x</sup>

Funding Avg Daily Reimbursement Rates Per Participant	
Private Pay Fees	\$53
VA	negotiated
HCCBG	\$33-\$40
SADCF	\$33-\$40
Medicaid CAP-DA	\$38.53

<sup>i</sup> NC Division of Aging and Adult Services

<sup>ii</sup> Ibid

<sup>iii</sup> Ibid

<sup>iv</sup> Harris-Kojetin L, Sengupta M, Park-Lee, Valverde R. Long-term care services in the United States: 2014 overview. Hyattsville, MD: National Center for Health Statistics. 2015. [http://www.cdc.gov/nchs/nsitcp/nsitcp\\_webtables.htm](http://www.cdc.gov/nchs/nsitcp/nsitcp_webtables.htm), retrieved 05/05/2016.

<sup>v</sup> Ibid

<sup>vi</sup> Ibid

<sup>vii</sup> NC Adult Day Services Association

<sup>viii</sup> Ibid

<sup>ix</sup> Harris et al.

<sup>x</sup> NC Adult Day Services Association

## NCADSA Repeal Activity Timeline

Task	Responsible	Completion
Initiate discussion with NCADSA members and <b>NC ADS providers</b>	NCADSA	October 2014
Initiate discussion with <b>NC Division of Aging and Adult Services (DAAS)</b>	NCADSA NC DAAS	November 2014 March 2015
Create talking points to share with stakeholder discussions	NCADSA	March 2015
Notify NCADSA members of potential project	NCADSA	March 2015 (email) April 2015 (webinar) April 2015 mtg
Draft Cost Analysis Spreadsheet	NCADSA	June 2015
Announce Project to NCADSA members	NCADSA	Email and Webinar March 2015 Discussed at 4/2015 Mtg Emailed mtg notice 06/2015
Discuss potential changes with stakeholders: <b>Area Agency on Aging Directors</b>	NCADSA NC DAAS	June 2015
Discuss potential changes with stakeholders: <b>County Social Services Directors</b>	NCADSA	April 2015
Announce Project to All Certified Adult Day Centers and Adult Day Homes in NC with invitation to participate	NCADSA	July/August 2015
Seek support of stakeholders: <b>County lead agency representatives</b>	NCADSA	December 2015
Compile responses for calculation and analysis	NCADSA	November 2015
Publish outcomes to NCADSA members, respondents and <b>DAAS</b>	NCADSA	December 10, 2015
Follow up with <b>DAAS</b>	NCADSA	February 2016 June 2016 September 2016
Appeal to <b>Secretary Brajer</b> for support	NCADSA	December 2016
Request support of <b>Social Services Commission</b>	NCADSA	January 2017
Follow up with <b>DAAS</b>	NCADSA	February 2017 July 2017
Appeal to <b>Secretary Cohen</b> for support	NCADSA	November 2017