MEMORANDUM

To: All Interested Parties

From: Christine Goetz
      Audit Supervisor

Date: November 8, 2017

Subject: Medicaid Swing Bed Rate for Calendar Year 2018

Swing beds are acute care beds used for nursing facility care as the need arises. The swing bed rate is calculated in accordance with the methodology established in 7 AAC 150.160(i).

The methodology for determining payments is based on the state-wide average long term care rate paid by Medicaid for the previous calendar year. The 2017 swing bed rate was $730.06. The 2018 swing bed rate is established at $732.10.

A breakdown of the rate is shown below.

<table>
<thead>
<tr>
<th>Component</th>
<th>2017</th>
<th>2018</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Non-Capital</td>
<td>$631.69</td>
<td>$624.36</td>
<td>-1.2%</td>
</tr>
<tr>
<td>Capital</td>
<td>98.37</td>
<td>107.74</td>
<td>9.5%</td>
</tr>
<tr>
<td>TOTAL</td>
<td>$730.06</td>
<td>$732.10</td>
<td>0.3%</td>
</tr>
</tbody>
</table>

The above figures are based on the best available data.

cc: Jamie Walker, Divisions Operations Manager, HCS
    Kristin Delfino Health Program Manager, HCS