

(c) Notwithstanding all other provisions of this rule, all initial interim Medicaid rates established on or after the effective date of this rule through the end of the first calendar quarter following the effective date of this rule shall be reduced by the following amounts, and shall remain reduced for the entire interim rate period:

Licensure Type	Rate Reduction Amount
Sheltered living	\$1.34
Intensive training	\$1.55
Child rearing	\$1.89
Developmental training	\$1.66
Child rearing with a specialized program	\$2.01
Small behavior management residence for children	\$2.37
Basic developmental	\$2.00
Small extensive medical needs residences for adults	\$2.76
Extensive support needs residences for adults	\$4.13
Nonstate - operated ICF/MR	\$1.38

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denied and the provider may pursue its administrative remedies under subsection (c).

(c) After completion of the reconsideration procedure under subsection (a) or (b), the provider may initiate an appeal under IC 4-21.5.

(d) The office may take action to implement Medicaid rates without awaiting the outcome of the administrative process, in accordance with section 1(d) of this rule.

405 IAC 1-12-27 Rate Reduction

Sec. 27. Per diem Medicaid rates paid to nonstate owned intermediate care facilities for the mentally retarded (ICFs/MR) and community residential facilities for the developmentally disabled (CRFs/DD) are subject to a 3% rate reduction effective July 1, 2011. The 3% rate reduction will remain in effect through June 30, 2013.