



March 4, 2021

Web Announcement 2444

**Attention All Providers:**

**Update Regarding Rate Reduction Implementation**

Nevada Medicaid has posted the [fee schedules](#) implementing the 6% rate reductions in accordance with Assembly Bill 3 (AB 3) approved in the 31st Special Legislative Session. In turn, some Managed Care Organizations (MCOs) have begun implementing rate reductions to minimize future claim reprocessing. The Center for Medicare & Medicaid Services (CMS) is aware that Nevada Medicaid and MCOs have reduced rates in anticipation of CMS approval.

However, the complexity of reducing rates for Fee-for-Service (FFS) has delayed similar rate reductions for FFS providers. Providers will be notified regarding the methodology for implementing rate reductions following CMS approval.

The current proposed Nevada Medicaid budget includes restoring rates on October 1, 2021. If the current proposal is approved by the Legislature, reduced rates will be in place until October 1, 2021. A final budget is expected in May and the Division of Health Care Financing and Policy (DHCFP) will distribute communication regarding the determination at that time.

The Frequently Asked Questions regarding AB 3 Rate Reductions can be found on the [DHCFP Rates Page](#) under State Plan Amendments (SPA) – 2019 Legislative Session.