



**Rhode Island
Coalition for
Children and Families**

Promoting safety, health and success from infancy to adulthood.

Rate Setting Presentation to Rhode Island Senate Commission on Insurer Payment Impact on Health Care Access

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Steps in Process	Activity	Notes from RICCF/DCYF collaboration
Cost Reporting	Develop and Implement common fiscal cost centers and reporting practices	Fiscal Definitions & Cost Reporting Document created & tested for residential services
Fiscal Review	Processing of Cost Reporting data to understanding historic activity	Review of compiled data from test group to fine tune cost reporting and standardize reporting.
Fiscal Analysis	Adjustments to cost reports to standardize for variables and create equivalent reporting and create the Historic Base Rate	Standardize for fluctuations in census and staffing requirements. Identify other cost centers in need of review. Determine allowable spending in each cost area.
Adjusted Historic Rate	Historic Base Rate is adjusted to create rate each service provider/contract	Review Historic Base Rate to facts and circumstances of each program/agency to finalize appropriate rate for each contract.
Economic Factors	Addition/Application of non-historic factors to rate plan	COLA, inflation, IRS, health insurance growth, salary gap management, changes (add-ons or reductions) in DCYF requirements,
FINAL RATE	Outcome of Adjusted Historic Rate plus Economic Factors to establish a final rate	The rate for a service area that has been reviewed, still to be individualized as needed for a service provider

An Implementation Cycle and “Why Rates are Different” are also considered and explained in submitted materials