



Department
of Health

Medicaid

Notification Regarding Payment for 29-I Voluntary Foster Care Agency (VFCA) Health Facility Core Limited Health-Related Services (CLHRS) and Other Limited Health-Related Services (OLHRS)

To: Medicaid Managed Care Plans (MMCPs), including Mainstream Medicaid Managed Care and HIV Special Needs Plans (SNP) and 29-I VFCA Health Facilities

DATE: April 15, 2025

Pursuant to the [Transition of Children Placed in Foster Care and 29-I Health Facilities into Medicaid Managed Care](#) policy paper, New York State (NYS) requires that MMCPs pay government rates (otherwise known as Medicaid fee-for-service (FFS) rates) for CLHRS and OLHRS provided by 29-I VFCA Health Facilities. These 29-I VFCA Health Facilities are currently being reimbursed for Article 29-I CLHRS and OLHRS at the Medicaid FFS rate for an established four-year transition period from July 1, 2021, through June 30, 2025.

NYS has extended the deadline required for MMCPs to pay government rates for these CLHRS and OLHRS provided by Article 29-I VFCA Health Facilities for an additional two (2) years. This additional two-year period covers dates of service through June 30, 2027. MMCPs may continue to submit non-risk claims for CLHRS to NYS through this period.

Submit questions to BH.Transition@health.ny.gov.