



April 1, 2025

60-Day Notice: Changes to HUD Reimbursement

Dear Provider,

Effective June 1, 2025, My Choice Wisconsin by Molina Healthcare, Inc. (MCW) will be changing how we reimburse the HUD Room and Board rate within your total rate.

Please note this does not change your reimbursement for the Medicaid fee schedule for Care and Supervision services. **As a reminder, room and board is not a covered benefit under the Family Care and Family Care Partnership programs.**

What is changing

Currently, MCW reimburses the full HUD amount for all members, regardless of the member's affordability obligation to the room and board costs. Beginning June 1, 2025, your HUD Room and Board reimbursement will change as follows:

- When members have **no affordability (\$0) member obligation** towards room and board, MCW will reimburse at **50% of the HUD rate.**
- When members have a reduced affordability obligation of **50% or less** towards room and board, MCW will reimburse at **50% of the HUD rate.**
- When members have a reduced affordability obligation of **51% or more** towards room and board, MCW will reimburse at the **full HUD rate.**

What to expect

- You will receive an amended contract for signature between now and June 1, 2025. This is not affecting the Medicaid fee schedule rates – only reducing the room and board portion of the rate. Room and Board is non-negotiable and the member's responsibility.
- Any affected members will receive a new authorization by June 1, 2025.
- Providers are now able to identify the authorized reimbursement amount in the MIDAS provider portal. At the bottom of the authorization screen, you will see the authorized code, the rate, and the effective date.

Provider Action Needed

Prepare to submit claims for June 1, 2025 and after based on the members' new authorization in MIDAS.

Questions?

Please call 1-800-935-0035 or email us at mhwiprovidernetworkmanagement@molinahealthcare.com.