

Framework for Community Based HealthCare grants in South Dakota

- Fund approximately \$100 million to Community Based Healthcare from federal Coronavirus Relief Funds
- Eligible Provider must:
 - Provide services funded by the state through the Medicaid program or other federal and state dollars through the Department of Social Services, the Department of Corrections or the Department of Human Services
 - Be licensed in South Dakota as:
 - Nursing Homes and/or Skilled Nursing Facilities
 - Assisted Living Facility
 - Residential Treatment Facility for Youth including Group Care, Psychiatric Residential Treatment, and Independent Living
 - Senior Nutrition Provider
 - In-Home Services for the Elderly: Nursing, Private Duty Nursing, Homemaker, Personal Care, Adult Companion, Respite
 - Adult Day Services
 - Assistive Daily Living Services Waiver Providers (ADLS)
 - Intellectual and Developmental Disabilities Services – CHOICES Medicaid Waiver (Community Support Providers/Case Management Providers), Family Support 360 Medicaid Waiver, Community Training Services, and Intermediate Care Facility for Individuals with Intellectual Disabilities (ICF/IID)
 - Behavioral Health including Substance Use Disorder and Mental Health
- Grant amounts will be based upon “reduction in business” which is calculated as follows:
 - “2019 net” is gross revenue, minus gross expenses, for March-August 2019
 - “2020 net” is gross revenue, minus gross expenses, for March-August 2020
 - “Federal aid” is any PPP funds or other federal COVID funding received by the business in 2020
 - “Reduction in business” is 2020 net, minus 2019 net, plus federal aid
- Example:
 - Provider net revenue reduction of \$128,000 due to reduced placements, delayed services, and capacity reductions due to staffing shortages. Calculated as:
 - \$128,000 in lost revenue minus \$56,000 in direct federal COVID relief funding = \$72,000 net revenue reduction.
 - Provider net expense increase of \$20,000 due to increased wages (hazard pay), fewer staff on payroll, capital and equipment costs to address the pandemic. Calculated as:

- \$220,000 net increased expense minus \$200,000 in reduced expenses = \$20,000 net increase in expense.

\$72,000 net revenue reduction

\$20,000 increased expense

\$92,000 net revenue reduction + increased expense

- Applications proposed to open on October 12 and close on October 23.
- Once all applications are received, grant awards will be based on a pro-rata share of available funds
 - For example, if there are \$400 million in eligible reductions and \$100 million in available grant funds, grants would be based on 25% of eligible reductions (\$100 million / \$400 million)
- Following the initial award period, a second allocation of funds to applicants would be considered if additional funds are available.
- Under current federal law, all funds must be expended by 12/30/20.