

42nd Annual Oregon Rural Health Conference

October 1- 3, 2025

All Things RHC in OHA Medicaid

Adrienne Cooke, Oregon Health Authority



OREGON
HEALTH
AUTHORITY

October 1, 2025

All Things RHC in OHA Medicaid

Rural Health Clinic



Rural Health Clinics (RHCs) are certified by CMS.



Must be located in a rural area designated as a shortage area.



The State Survey Agency reviews and evaluates the information on the Request to Establish Eligibility, Form CMS-29 and documents submitted with the request, and consults with the CMS Regional Office (RO) to obtain a determination whether the basic requirements discussed below are met.



OHA, Public Health Division, [Health Facility Licensing & Certification](#)

RHCs and Medicaid

- After CMS Certification
 - Provider Enrollment
 - Prospective Payment System (PPS)
Encounter Rate determination
 - Submitting for Wrap-Around Payments
 - Applying for Change in Scope of Services



Provider Enrollment – RHC Provider Type 14

Required Forms

- [Provider Enrollment Attachment \(RHC\)](#)
- [OHP 3027](#) (FQHC/RHC Cost Statement) or Medicare Cost Report
- [OHA 3972](#) (Provider Enrollment Information)
- [OHA 3974](#) (Provider Disclosure Statement)
- [OHA 3975](#) (Provider Enrollment Agreement)
- Official letter from CMS determining the RHC status

Submission

- [Provider Enrollment](#) Portal
- Fax – (503) 378-3074, an [EDMS Coversheet](#) (Form MSC 3970) is required
- FQHC/RHC program email FQHCRHC.Program@odhsoha.oregon.gov

PPS Encounter Rate Calculation



Rate(s) calculation based on OHP 3027 or Medicare Cost report 222-17



Rate(s) calculated by Office of Actuarial and Financial Analytics ([OAFA](#))



Rate(s) is/are implemented in MMIS and approved by the [Budget Office](#)



Rates- **Medical** (includes Maternity Care), **Dental**, **Behavioral Health** (both Mental Health and Substance use disorder)

PPS Excluded Procedures and Populations

Procedures excluded from Prospective Payment System Encounter Reimbursement – [“PPS Exclusion List”](#)

- Not considered ambulatory outpatient services
- Considered incidental to a recognized encounter (labs, x-rays, medications)

Populations excluded from PPS reimbursement

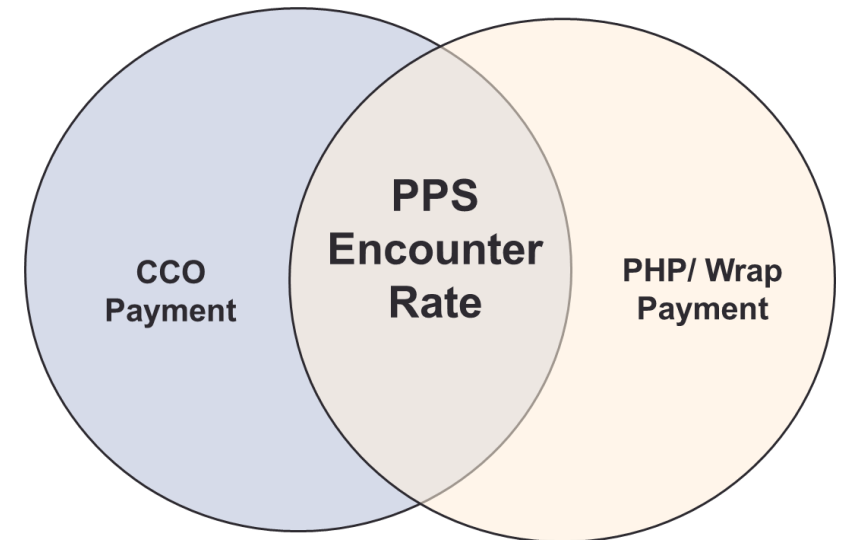
- Medicare/Medicaid dual eligible (MED, QB)
- Citizen Waived Medical (CWM)
- [Healthier Oregon \(HOP\)](#), [Bridge Program](#), [Youth with Special Healthcare Needs \(YSHCN\)](#)
- Some PERC codes under these programs are not eligible for federal match

Multiple Encounters

- [OAR 410-147-0140](#)
- 1 client, per service, per day
- Medical, Maternity Case Management, Tobacco Cessation, Dental, Mental Health, Addiction

Wrap-around Payments

- Represents the difference, if any, between the payment received by the RHC from the CCO for treating the CCO enrollee and the payment to which the RHC would be entitled to.
- Wrap Template – OHA FQHC/RHC webpage
- Submit to – Medicaid.Settlements@odhsoha.oregon.gov



Change in Scope

[OAR 410-147-0362](#) Change in Scope of Services

CMS defines a “change in scope of services” as one that affects the **type, intensity, duration, and/or amount** of services.

Changes must result in a minimum **5%** change in cost per visit.

Required Documents

- A written narrative describing the specific changes in health center services.
- An estimate of billable Medicaid encounters for the forthcoming 12-month period.
- Cost Statement

Navigating the Oregon Administrative Rule (OARs)

Oregon Administrative Rules - the official compilation of rules and regulations, having the force of law in the state of Oregon.

[Health Systems Division: Medical Assistance Programs - Chapter 410](#)

Chapter 410, Division 120 – Medical Assistance Programs

Chapter 410, Division 141 – Oregon Health Plan

Chapter 410, Division 147 – FQHC and RHC Services (these are the OARs that primarily govern the APCM program)

Navigating the Oregon Administrative Rule (OARs)

Other OAR
Chapters to note

Health Systems
Division:
[Behavioral Health
Services - Chapter
309](#)

Health Systems
Division: [Addiction
Services - Chapter
415](#)

Questions?





OREGON
HEALTH
AUTHORITY

Richelle Murray | Safety Net Policy Manager -

Richelle.E.Murray@oha.oregon.gov

Adrienne Cooke | FQHC/ RHC Policy Analyst -

Adrienne.Cooke@oha.oregon.gov

You can get this document in other languages, large print, braille or a format you prefer free of charge. Contact Adrienne Cooke at Adrienne.cooke@oha.Oregon.gov or 503-551-0630(voice/text). OHA 800-527-5772 for all relay calls.

Medicaid Division

Federally Qualified Health Centers and Rural Health Clinics Program

500 Summer St NE E 35

Salem, OR 97301

Fax: 503-373-7689

www.oregon.gov/oha/hsd/ohp/pages/policy-fqhc-rhc.aspx

