Office of Regulatory Management

Economic Review Form

Agency name	Department of Medical Assistance Services
Virginia Administrative Code (VAC) Chapter citation(s)	Repealed sections: 12VAC30-80-10; 12VAC30-80-20; 12VAC30-80-25; 12VAC30-80-26; 12VAC30-80-30; 12VAC30-80-32; 12VAC30-80-35; 12VAC30-80-36; 12VAC30-80-40; 12VAC30-80-50; 12VAC30-80-60; 12VAC30-80-70; 12VAC30-80-75; 12VAC30-80-80; 12VAC30-80-90; 12VAC30-80-95; 12VAC30-80-96; 12VAC30-80-97; 12VAC30-80-100; 12VAC30-80-110; 12VAC30-80-111; 12VAC30-80-115; 12VAC30-80-120; 12VAC30-80-130; 12VAC30-80-150; 12VAC30-80-170; 12VAC30-80-180; 12VAC30-80-190; 12VAC30-80-200; 12VAC30-80-300. Replacement sections: 12VAC30-81-10; 12VAC30-81-20; 12VAC30-81-30; 12VAC30-81-40; 12VAC30-81-50; 12VAC30-81-60; 12VAC30-81-70; 12VAC30-81-80; 12VAC30-81-90; 12VAC30-81-100; 12VAC30-81-110; 12VAC30-81-120; 12VAC30-81-130; 12VAC30-81-140; 12VAC30-81-150; 12VAC30-81-160; 12VAC30-81-170; 12VAC30-81-180; 12VAC30-81-190; 12VAC30-81-200; 12VAC30-81-210; 12VAC30-81-220; 12VAC30-81-230; 12VAC30-81-240; 12VAC30-81-250; 12VAC30-81-260; 12VAC30-81-270; 12VAC30-81-280; 12VAC30-81-290; 12VAC30-81-300; 12VAC30-81-310; 12VAC30-81-320; 12VAC30-81-330; 12VAC30-81-340.
VAC Chapter title(s)	Methods and Standards for Establishing Payment Rates; Other Types of Care
Action title	Repeal and Replacement of Chapter 80 Reimbursement Regulations
Date this document prepared	June 30, 2026
Regulatory Stage (including Issuance of Guidance Documents)	Final Exempt

Cost Benefit Analysis

Complete Tables 1a and 1b for all regulatory actions. You do not need to complete Table 1c if the regulatory action is required by state statute or federal statute or regulation and leaves no discretion in its implementation.

Table 1a should provide analysis for the regulatory approach you are taking. Table 1b should provide analysis for the approach of leaving the current regulations intact (i.e., no further change is implemented). Table 1c should provide analysis for at least one alternative approach. You should not limit yourself to one alternative, however, and can add additional charts as needed.

Report both direct and indirect costs and benefits that can be monetized in Boxes 1 and 2. Report direct and indirect costs and benefits that cannot be monetized in Box 4. See the ORM Regulatory Economic Analysis Manual for additional guidance.

Table 1a: Costs and Benefits of the Proposed Changes (Primary Option)

(1) Direct & Indirect Costs & Benefits (Monetized)	This regulatory action repeals and replaces Chapter 80 of the DMAS reimbursement regulations in direct response to the mandate in the 2026 Appropriation Act, Item 291.BBBBB which reads: *The Department of Medical Assistance Services (DMAS) shall submit final exempt regulatory packages to repeal existing provider reimbursement regulations in 12 VAC 30-70, 12 VAC 30-80, and 12 VAC 30-90 and replace them with new sections containing text that is substantially identical to the Medicaid state plan as it was in effect on March 1, 2026. Changes shall not impact any aspect of the Medicaid program or increase costs. These regulatory packages shall be promulgated according to the following schedule: Chapter 70 sections shall be submitted for executive branch review within 45 days from the enactment date of this act; Chapter 80 sections shall be submitted for executive branch review within 75 days from the enactment date of this act; Chapter 90 sections shall be submitted for executive branch review within 95 days from the enactment date of this act.* This regulatory action removes the outdated language related to provider reimbursement rates for chapter 12VAC30-80 and replaces it with text from the up-to-date State Plan. The totality of existing chapter 80 regulations are being repealed and replaced. There are no direct and indirect costs associated with the regulation changes. The benefit of this regulatory package is that the outdated reimbursement regulations will be repealed and replaced with up-to-date regulations that may be relied upon by providers and stakeholders.	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	(b)
(3) Net Monetized Benefit		

(4) Other Costs & Benefits (Non-Monetized)		
(5) Information Sources		

Table 1b: Costs and Benefits under the Status Quo (No change to the regulation)

(1) Direct & Indirect Costs & Benefits (Monetized)	There are no direct and indirect benefits associated with keeping the outdated regulations. The costs to keeping the outdated regulations are that the regulations would not align with the State plan and would cause confusion for providers and internal and external stakeholders.	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	(b)
(3) Net Monetized Benefit		
(4) Other Costs & Benefits (Non-Monetized)		
(5) Information Sources		

Table 1c: Costs and Benefits under Alternative Approach(es)

(1) Direct & Indirect Costs & Benefits (Monetized)	There is one alternate approach of attempting to update the regulations using the Fast Track process, but even those take several years to promulgate. Accordingly, under the Fast Track process, by the time the regulations are promulgated, they would already be out of date.	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	(b)
(3) Net Monetized Benefit		
(4) Other Costs & Benefits (Non-Monetized)		

(5) Information Sources	

Impact on Local Partners

Use this chart to describe impacts on local partners. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 2: Impact on Local Partners

(1) Direct & Indirect Costs & Benefits (Monetized)	Local partners will not incur any direct costs or benefits of the regulatory changes contained in the regulatory action.	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	(b)
(3) Other Costs & Benefits (Non-Monetized)		
(4) Assistance		
(5) Information Sources		

Impacts on Families

Use this chart to describe impacts on families. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 3: Impact on Families

(1) Direct & Indirect Costs & Benefits (Monetized)	Families will not incur any direct costs as a result of the regulatory changes.	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits

	(a)	(b)
(3) Other Costs & Benefits (Non-Monetized)		
(4) Information Sources		

Impacts on Small Businesses

Use this chart to describe impacts on small businesses. See Part 8 of the ORM Cost Impact Analysis Guidance for additional guidance.

Table 4: Impact on Small Businesses

(1) Direct & Indirect Costs & Benefits (Monetized)	Small businesses will not incur any direct costs as a result of the regulatory changes.	
(2) Present Monetized Values	Direct & Indirect Costs	Direct & Indirect Benefits
	(a)	(b)
(3) Other Costs & Benefits (Non-Monetized)		
(4) Alternatives		
(5) Information Sources		

Changes to Number of Regulatory Requirements

Table 5: Regulatory Reduction

For each individual action, please fill out the appropriate chart to reflect any change in regulatory requirements, costs, regulatory stringency, or the overall length of any guidance documents.

Change in Regulatory Requirements – Repealed Sections

VAC Section(s) Involved*	Authority of Change	Initial Count	Additions	Subtractions	Total Net Change in Requirements
12VAC30-80-10	**(M/A):**	3	0	0	-3
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-20	**(M/A):**	42	0	0	-42
	(D/A):	0	0	0	0
	(M/R):	16	0	0	-16
	(D/R):	0	0	0	0
12VAC30-80-25	**(M/A):**	19	0	0	-19
	(D/A):	0	0	0	0
	(M/R):	1	0	0	-1
	(D/R):	0	0	0	0
12VAC30-80-26	**(M/A):**	4	0	0	-4
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-30	**(M/A):**	16	0	0	-16
	(D/A):	0	0	0	0
	(M/R):	47	0	0	-47
	(D/R):	0	0	0	0
12VAC30-80-32	**(M/A):**	22	0	0	-22
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-35	**(M/A):**	3	0	0	-3
	(D/A):	0	0	0	0
	(M/R):	8	0	0	-8
	(D/R):	0	0	0	0
12VAC30-80-36	**(M/A):**	32	0	0	-32
	(D/A):	0	0	0	0
	(M/R):	12	0	0	-12
	(D/R):	0	0	0	0
12VAC30-80-40	**(M/A):**	22	0	0	-22
	(D/A):	0	0	0	0
	(M/R):	4	0	0	-4

	(D/R):	0	0	0	0
12VAC30-80-50	**(M/A):**	1	0	0	-1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-60	**(M/A):**	1	0	0	-1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-70	**(M/A):**	1	0	0	-1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-75	**(M/A):**	29	0	0	-29
	(D/A):	0	0	0	0
	(M/R):	32	0	0	-32
	(D/R):	0	0	0	0
12VAC30-80-80	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-90	**(M/A):**	1	0	0	-1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-95	**(M/A):**	1	0	0	-1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-96	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	3	0	0	-3
	(D/R):	0	0	0	0
12VAC30-80-97	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	3	0	0	-3
	(D/R):	0	0	0	0
12VAC30-80-100	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	1	0	0	-1
	(D/R):	0	0	0	0
12VAC30-80-110	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	6	0	0	-6

	(D/R):	0	0	0	0
12VAC30-80-111	**(M/A):**	2	0	0	-2
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-115	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	3	0	0	-3
	(D/R):	0	0	0	0
12VAC30-80-120	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	7	0	0	-7
	(D/R):	0	0	0	0
12VAC30-80-130	**(M/A):**	21	0	0	-21
	(D/A):	0	0	0	0
	(M/R):	14	0	0	-14
	(D/R):	0	0	0	0
12VAC30-80-150	**(M/A):**	5	0	0	-5
	(D/A):	0	0	0	0
	(M/R):	6	0	0	-6
	(D/R):	0	0	0	0
12VAC30-80-170	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-180	**(M/A):**	30	0	0	-30
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-190	**(M/A):**	31	0	0	-31
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-200	**(M/A):**	11	0	0	-11
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-80-300	**(M/A):**	0	0	0	-2
	(D/A):	2	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
	(D/R):	0	0	0	0
					(M/A): -299

Grand Total of Changes in Requirements:	**(D/A):0**
	(M/R): -163
	(D/R):0

Change in Regulatory Requirements – New Replacement Sections

VAC Section(s) Involved*	Authority of Change	Initial Count	Additions	Subtractions	Total Net Change in Requirements
12VAC30-81-10	**(M/A):**	0	3	0	+3
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-20	**(M/A):**	0	42	0	+42
	(D/A):	0	0	0	0
	(M/R):	0	16	0	+16
	(D/R):	0	0	0	0
12VAC30-81-30	**(M/A):**	19	0	0	+19
	(D/A):	0	0	0	0
	(M/R):	1	0	0	+1
	(D/R):	0	0	0	0
12VAC30-81-40	**(M/A):**	4	0	0	+4
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-50	**(M/A):**	16	0	0	+16
	(D/A):	0	0	0	0
	(M/R):	47	0	0	+47
	(D/R):	0	0	0	0
12VAC30-81-60	**(M/A):**	1	0	0	+1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-70	**(M/A):**	19	0	0	+19
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-80	**(M/A):**	2	0	0	+2
	(D/A):	0	0	0	0
	(M/R):	1	0	0	+1
	(D/R):	0	0	0	0

12VAC30-81-90	**(M/A):**	3	0	0	+3
	(D/A):	0	0	0	0
	(M/R):	8	0	0	+8
	(D/R):	0	0	0	0
12VAC30-81-100	**(M/A):**	32	0	0	+32
	(D/A):	0	0	0	0
	(M/R):	12	0	0	-12
	(D/R):	0	0	0	0
12VAC30-81-110	**(M/A):**	4	0	0	+4
	(D/A):	0	0	0	0
	(M/R):	1	0	0	+1
	(D/R):	0	0	0	0
12VAC30-81-120	**(M/A):**	1	0	0	+1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-130	**(M/A):**	1	0	0	+1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-140	**(M/A):**	1	0	0	+1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-150	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-160	**(M/A):**	1	0	0	+1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-170	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	1	0	0	+1
	(D/R):	0	0	0	0
12VAC30-81-180	**(M/A):**	2	0	0	+2
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
	(M/A):	0	0	0	0

12VAC30-81-190	**(D/A):**	0	0	0	0
	(M/R):	6	0	0	+6
	(D/R):	0	0	0	0
12VAC30-81-200	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	3	0	0	+3
	(D/R):	0	0	0	0
12VAC30-81-210	**(M/A):**	29	0	0	+29
	(D/A):	0	0	0	0
	(M/R):	32	0	0	+32
	(D/R):	0	0	0	0
12VAC30-81-220	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	3	0	0	+3
	(D/R):	0	0	0	0
12VAC30-81-230	**(M/A):**	1	0	0	+1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-240	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	7	0	0	+7
	(D/R):	0	0	0	0
12VAC30-81-250	**(M/A):**	21	0	0	+21
	(D/A):	0	0	0	0
	(M/R):	14	0	0	+14
	(D/R):	0	0	0	0
12VAC30-81-260	**(M/A):**	5	0	0	+5
	(D/A):	0	0	0	0
	(M/R):	6	0	0	+6
	(D/R):	0	0	0	0
12VAC30-81-270	**(M/A):**	1	0	0	+1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-280	**(M/A):**	0	0	0	0
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
	(M/A):	30	0	0	+30
	(D/A):	0	0	0	0

12VAC30-81-290	**(M/R):**	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-300	**(M/A):**	31	0	0	+31
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-310	**(M/A):**	11	0	0	+11
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-320	**(M/A):**	2	0	0	+2
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-330	**(M/A):**	1	0	0	+1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
12VAC30-81-340	**(M/A):**	1	0	0	+1
	(D/A):	0	0	0	0
	(M/R):	0	0	0	0
	(D/R):	0	0	0	0
				Grand Total of Changes in Requirements:	**(M/A): +284**
					(D/A): 0
					(M/R): +158
					(D/R): 0

Key:
Please use the following coding if change is mandatory or discretionary and whether it affects externally regulated parties or only the agency itself:
(M/A): Mandatory requirements mandated by federal and/or state statute affecting the agency itself
(D/A): Discretionary requirements affecting agency itself
(M/R): Mandatory requirements mandated by federal and/or state statute affecting external parties, including other agencies
(D/R): Discretionary requirements affecting external parties, including other agencies