DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S2-26-12 Baltimore, MD 21244-1850



## **Financial Management Group**

November 28, 2018

Donna Frescatore State Medicaid Director NYS Department of Health One Commerce Plaza Suite 1211 Albany, NY 12210

RE: State Plan Amendment (SPA) 18-0059

Dear Ms.Frescatore:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State Plan submitted under transmittal number (TN) 18-0059. Effective July 1, 2018 this amendment will increase the per diem for children's inpatient psychiatric services by increasing the age adjustment factor.

We conducted our review of your submittal according to the statutory requirements at sections 1902(a)(2), 1902(a)(13), 1902(a)(30), 1903(a) and 1923 of the Social Security Act and the implementing Federal regulations at 42 CFR Part 447. This letter is to inform you SPA 18-0059 is approved effective July 1, 2018. We are enclosing the CMS-179 and the approved plan page.

If you have any questions, please contact Charlene Holzbaur at 609-882-4103 Ext. 104.



## Enclosures

cc:

M. Melendez

R. Holligan

R. Weaver

T. Brady

C. Holzbaur

| EPARTMENT OF HEALTH AND HUMAN SERVICES EALTH CARE FINANCING ADMINISTRATION  | FORM APPROVI<br>OMB NO. 1938-1   |                   |
|---|--|-------------------|
| TRANSMITTAL AND NOTICE OF APPROVAL OF<br>STATE PLAN MATERIAL  | 1. TRANSMITTAL NUMBER:<br>18-0059  | 2. STATE New York |
| FOR: HEALTH CARE FINANCING ADMINISTRATION   | 3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)                                       |                   |
| TO: REGIONAL ADMINISTRATOR HEALTH CARE FINANCING ADMINISTRATION DEPARTMENT OF HEALTH AND HUMAN SERVICES   | 4. PROPOSED EFFECTIVE DATE July 1, 2018  |                   |
| 5. TYPE OF PLAN MATERIAL (Check One):   |  |                   |
| NEW STATE PLAN AMENDMENT TO BE CONS   | SIDERED AS NEW PLAN  | AMENDMENT         |
| COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENI   | DMENT (Separate Transmittal for each   | umendment)        |
| 6. FEDERAL STATUTE/REGULATION CITATION:<br>§1902(a) of the Social Security Act, and 42 CFR 447  | 7. FEDERAL BUDGET IMPACT: (in thousands) a. FFY 07/01/18-09/30/18 \$ 560.00 b. FFY 10/01/18-09/30/19 \$ 2,240.00 |                   |
| R. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:   | 9. PAGE NUMBER OF THE SUPER  | RSEDED PLAN       |
| Attachment 4.19-A: Page 117(i)  | SECTION OR ATTACHMENT (If Applicable):  Attachment 4.19-A: Page 117(i)   |                   |
| 10. SUBJECT OF AMENDMENT:<br>Inpatient Psychiatric Services Rate Adjustments<br>(FMAP = 50%)  |  |                   |
| II. GOVERNOR'S REVIEW (Check One):  ☑ GOVERNOR'S OFFICE REPORTED NO COMMENT ☐ COMMENTS OF GOVERNOR'S OFFICE ENCLOSED ☐ NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL. | OTHER, AS SPE  | CIFIED:           |
| 2. SIGNATURE OF STATE AGENCY OFFICIAL:  | 16. RETURN TO:   |                   |
|   | New York State Department of Hea<br>Division of Finance & Rate Setting   | utn               |
| 3. TYPED NAME: Donna Frescatore   | 99 Washington Ave - One Commer   | ce Plaza          |
| 4. TITLE: Medicaid Director   | Suite 1432   |                   |
| Department of Health  | Albany, NY 12210   |                   |
| 5. DATE SUBMITTED:  | 7  |                   |
| FOR REGIONAL OFFI   | CE USE ONLY  |                   |
| 7. DATE RECEIVED:   | 18. DATE APPROVED: NOV   | 8 2018            |
| PLAN APPROVED - ONE   |  |                   |
| 9. EFFECTIVE DATE OF APPROVED MATERIAL:  JUL 0 1 2018   | 20. SIGNATURE OF REGIONAL O  |                   |
| 1. TYPED NAME: Kristin Fan  | 22. TITLE: Director, FMG   |                   |
| 23. REMARKS:  | 1 20.00  | y y               |
|   |  |                   |
|   |  |                   |
|   |  |                   |
| W.  |  |                   |
|   |  |                   |
|   |  |                   |

## New York 117(i)

| 772         | 1 | Alcohol & Drug Dependence w Rehab or | 0.8373 |
|-------------|---|--------------------------------------|--------|
|             |   | Rehab/Detox Therapy, SOI-1           |        |
| 772         | 2 | Alcohol & Drug Dependence w Rehab or | 0.8373 |
|             |   | Rehab/Detox Therapy, SOI-2           |        |
| 772         | 3 | Alcohol & Drug Dependence w Rehab or | 0.8373 |
| [           |   | Rehab/Detox Therapy, SOI-3           |        |
| 772         | 4 | Alcohol & Drug Dependence w Rehab or | 0.8373 |
|             |   | Rehab/Detox Therapy, SOI-4           | }      |
| <b>7</b> 73 | 1 | Opioid Abuse & Dependence, SOI-1     | 1.0204 |
| 773         | 2 | Opioid Abuse & Dependence, SOI-2     | 1.0204 |
| 773         | 3 | Opioid Abuse & Dependence, SOI-3     | 1.0361 |
| 773         | 4 | Oploid Abuse & Dependence, SOI-4     | 1.0361 |
| 774         | 1 | Cocaine Abuse & Dependence, SOI-1    | 0.9807 |
| 774         | 2 | Cocaine Abuse & Dependence, SOI-2    | 1.0360 |
| 774         | 3 | Cocaine Abuse & Dependence, SOI-3    | 1.0513 |
| 774         | 4 | Cocaine Abuse & Dependence, SOI-4    | 1.0513 |
| 775         | 1 | Alcohol Abuse & Dependence, SOI-1    | 1.0196 |
| 775         | 2 | Alcohol Abuse & Dependence, SOI-2    | 1.0709 |
| 775         | 3 | Alcohol Abuse & Dependence, SOI-3    | 1.0709 |
| 775         | 4 | Alcohol Abuse & Dependence, SOI-4    | 1.0709 |
| 776         | 1 | Other Drug Abuse & Dependence, SOI-1 | 0.9363 |
| 776         | 2 | Other Drug Abuse & Dependence, SOI-2 | 1.0926 |
| 776         | 3 | Other Drug Abuse & Dependence, SOI-3 | 1.0926 |
| 776         | 4 | Other Drug Abuse & Dependence, SOI-4 | 1.0926 |

- iii. A rural adjustment factor of 1.2309 will be applied to the operating per diem for those hospitals designated as rural hospitals. A rural facility is a general hospital with a service area which has an average population of less than 175 persons per square mile, or a general hospital with a service area which has an average population of less than 200 persons per square mile measured as population density by zip code. For dates of service beginning on or after July 1, 2014, rural designation will be applicable to hospitals located in an upstate region, as defined in subparagraph (I) of this section, and with population densities of 225 persons or fewer per square mile as determined based on the New York State 2010 Vital Statistics table of estimated population, land area, and population density. Accordingly, there are 27 rural facilities that provide inpatient psychiatric services.
- iv. An age adjustment payment factor of [1.0872] 1.3597 will be applied to the per diem operating component for adolescents ages 17 and under. For ages 18 and over, an adjustment payment factor of 1 will be applied.

|                        | NOV <b>2 8 201</b> 8        |
|------------------------|-----------------------------|
| TN #18-0059            | Approval Date               |
| Supersedes TN #14-0029 | Effective Date JUL 0 1 2018 |
| ——·                    |                             |