DEPARTMENT OF HEALTH & HUMAN SERVICES

Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S3-14-28 Baltimore, Maryland 21244-1850



Financial Management Group

September 23, 2021

Brett Friedman Acting State Medicaid Director New York State Department of Health 99 Washington Ave- One Commerce Plaza, Suite 1432 Albany, NY 12210

Reference: TN 21-0042

Dear Mr. Friedman:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State plan submitted under transmittal number (TN) 21-0042. Effective April 1, 2021, this amendment continues supplemental payments from a pool amount of \$8,561,531 for all inpatient services provided by State government-owned hospitals.

We conducted our review of your submittal according to the statutory requirements at sections 1902(a)(2), 1902(a)(13), 1902(a)(30), 1923 and 1903(a) of the Social Security Act and the implementing Federal regulations at 42 CFR 447.

This is to inform you that Medicaid State plan amendment 21-0042 is approved effective April 1, 2021. The CMS-179 and the amended plan pages are attached.

If you have any additional questions or need further assistance, please contact Novena James-Hailey at (617) 565-1291 or Novena.JamesHailey@cms.hhs.gov.

Sincerely,

Rory Howe Acting Director

Enclosures

	1. TRANSMITTAL NUMBER 2. STATE
TRANSMITTAL AND NOTICE OF APPROVAL OF	2 1 — 0 0 4 2 New York
STATE PLAN MATERIAL FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES	3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID) TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)
TO: REGIONAL ADMINISTRATOR	4. PROPOSED EFFECTIVE DATE
CENTERS FOR MEDICARE & MEDICAID SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES	April 01, 2021
5. TYPE OF PLAN MATERIAL (Check One)	·
NEW STATE PLAN AMENDMENT TO BE CONSIDERED AS NEW PLAN AMENDMENT	
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate transmittal for each amendment)	
6. FEDERAL STATUTE/REGULATION CITATION	7. FEDERAL BUDGET IMPACT (In Thousands)
§ 1902(a) of the Social Security Act, and 42 CFR 447	a. FFY 04/01/21-09/30/21 \$ \$2,154.82 \$2,140.38 b. FFY 10/01/21-09/30/22 \$ \$2,154.82 \$2,140.38
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT	9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable)
Attachment 4.19-A Part II Page: 5(b)	Attachment 4.19-A Part II Page: 5(b)
10. SUBJECT OF AMENDMENT	
Inpatient State Public UPL Payments	
(FMAP=50%)	
11. GOVERNOR'S REVIEW (Check One)	
 ■ GOVERNOR'S OFFICE REPORTED NO COMMENT ■ OTHER, AS SPECIFIED ■ COMMENTS OF GOVERNOR'S OFFICE ENCLOSED ■ NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL 	
	16. RETURN TO New York State Department of Health
	Division of Finance and Rate Setting
Lionna Frescatore	99 Washington Ave – One Commerce Plaza
	Suite 1432
Medicaid Director, Department of Health	Albany, NY 12210
15. DATE SUBMITTED June 29, 2021	
FOR REGIONAL OFFICE USE ONLY	
17. DATE RECEIVED June 29, 2021	18. DATE APPROVED September 23, 2021
PLAN APPROVED - ONE COPY ATTACHED	
19. EFFECTIVE DATE OF APPROVED MATERIAL April 1, 2021	20. SIGNATURE OF REGIONAL OFFICIAL
21. TYPED NAME Rory Howe	22. TITLE Acting Director, Financial Management Group
23. REMARKS Pen and ink changes in block #7 per state	

VII. ADDITIONAL INPATIENT STATE PUBLIC HOSPITAL UPPER PAYMENT LIMIT (UPL) ADJUSTMENTS

- Effective for State UPL demonstrations for calendar year 2020 and after, if CMS determines that payments for inpatient hospital services provided by State governmentowned hospitals exceed the UPL, the State will remit such amount in excess of the UPL as follows: The State will process a lump sum reduction equivalent to the value of the UPL excess upon approval of the UPL.
- 2. For the period beginning January 1, 2020 and each calendar year thereafter, the State will provide a supplemental payment for all inpatient services provided by State government-owned hospitals. The amount of the supplemental payment, when aggregated with other Medical assistance payments, will not exceed 100% of a reasonable estimate of the amount that would be paid for such services under Medicare payment principles for State government-owned hospitals. Such a supplemental payment will be allocated and paid to OMH-operated hospitals based on the proportionate share of total base year Medicaid days used for the inpatient rate calculation and will be factored into facility-specific Disproportionate Share (DSH) limit calculations.

For the period January 1, 2021 through December 31, 2021, the supplemental payment will be \$8,561,531 and will be payable as a one-time lump sum.

TN #21-0042

Approval Date September 23, 2021

Supersedes TN <u>#20-0032</u>

Effective Date <u>April 01, 2021</u>