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State/Territory Name: New Jersey

State Plan Amendment (SPA) #: 20-0010

This file contains the following documents in the order listed:

- 1) Approval Letter
- 2) CMS 179 Form/Summary Form (with 179-like data)
- 3) Approved SPA Pages

DEPARTMENT OF HEALTH AND HUMAN SERVICES

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



Financial Management Group

November 23, 2020

Jennifer Jacobs
Assistant Commissioner
Department of Human Services
Division of Medical Assistance and Health Services
State of New Jersey
P.O. Box 712
Trenton, New Jersey 08625

RE: State Plan Amendment (SPA) TN 20-0010

Dear Ms. Jacobs:

We have reviewed the proposed amendment to Attachment 4.19-D of your Medicaid State Plan submitted under transmittal number (TN) 20-0010. Effective July 1, 2020, this amendment authorizes supplemental safety net payments to qualifying county nursing facilities.

We conducted our review of your submittal according to the statutory requirements at sections 1902(a)(2), 1902(a)(13), 1902(a)(30)and 1903(a) of the Social Security Act and the implementing Federal regulations at 42 CFR Part 447. This letter is to inform you that New Jersey 20-0010 is approved effective July 1, 2020. The CMS-179 and approved plan pages are enclosed.

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

Sincerely,

For Rory Howe Acting Director

Enclosures

DEPARTMENT OF HEALTH AND HUMAN SERVICES CENTERS FOR MEDICARE & MEDICIAD SERVICES		FORM APPROVED OMB NO. 0938-0193					
TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL	1. TRANSMITTAL NUMBER: 20-0010	2. STATE New Jersey					
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES	3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)						
TO: REGIONAL ADMINISTRATOR CENTERS FOR MEDICARE & MEDICAID SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES 5. TYPE OF PLAN MATERIAL (Check One):	4. PROPOSED EFFECTIVE DATE July 1, 2020						
☐ NEW STATE PLAN ☐ AMENDMENT TO BE CONS		AMENDMENT					
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMEN		h amendment)					
6. FEDERAL STATUTE/REGULATION CITATION:	7. FEDERAL BUDGET IMPACT:						
42 CFR 447 Subpart C	a. FFY 2020: \$1,388,177 b. FFY 2021: \$3,801,943						
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:	9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable):						
Attachment 4.19 – D Page 36	New						
40 CUR IECT OF AMENDMENT:	<u> </u>						
10. SUBJECT OF AMENDMENT: Upper Limit Payment Program for Skilled Nursing Facility							
11. GOVERNOR'S REVIEW (Check One): GOVERNOR'S OFFICE REPORTED NO COMMENT COMMENTS OF GOVERNOR'S OFFICE ENCLOSED NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTA	⊠ OTHER, AS Not required, pursua L						
12. SIGNATURE OF STATE AGENCY OFFICIAL:	16. RETURN TO:						
	Jennifer Langer Jacobs, Assis Division of Medical Assistance						
13. TYPED NAME: Carole Johnson	Services P.O. Box 712, Mail Code #26						
14. TITLE: Commissioner,	Trenton, NJ 08625-0712						
Department of Human Services]						
15. DATE SUBMITTED: 8/27/2020							
FOR REGIONAL OFFICE USE ONLY							
17. DATE RECEIVED:	18. DATE APPROVED: 11/23/20						
PLAN APPROVED – ONE COPY ATTACHED							
19. EFFECTIVE DATE OF APPROVED MATERIAL: July 1, 2020	20. Sl	: For					
21. TYPED NAME:	22. TITLE:						

FORM CMS-179 (07-92)

23. REMARKS:

Rory Howe

Acting Director

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT NURSING HOME REIMBURSEMENT

STATE:	New Jersey			

Supplemental Payments for Medicaid Safety Net Nursing Facilities

The Department will make supplemental safety net payments to qualifying nursing facilities beginning with Fiscal Year 2020-2021 to assure their continued operation as a safety net provider for the Medicaid nursing facility population.

Qualifications:

To qualify for a safety net payment the facility must:

- (1) Be a Class II (publicly owned) nursing facility with more than 500 licensed nursing facility beds for the fiscal year; and
- (2) Have a Medicaid occupancy rate of at least 85% based on FY 2018 Medicare cost report data.

Calculation of Safety Net Payment:

The Department will determine each qualifying county nursing facility's annual safety net payment amount by calculating the difference between what Medicare would have paid for the nursing facility services for the Medicaid nursing facility residents and what Medicaid paid based on CY 2018 claims data. The payment amount will not exceed the Medicare Upper Payment Limit as required under 42 CFR § 447.272.

TN <u>20-0010</u> Supersedes TN NEW

Approval Date: 11/23/20 Effective Date: July 1, 2020