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**State/Territory Name: Colorado** 

State Plan Amendment (SPA) #: 18-0024

This file contains the following documents in the order listed:

1) Approval Letter

- 2) 179
- 3) Approved SPA Pages

TN: CO-18-0024 Approval Date: 08/07/2018 Effective Date: 07/01/2018

## 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

August 7, 2018

Gretchen Hammer Medicaid Director Colorado Department of Health Care Policy and Financing 1570 Grant Street Denver, Co 80203-1818

Re: Colorado: 18-0024

Dear Ms. Hammer:

We have reviewed the proposed amendment to Attachment 4.19-D of your Medicaid State plan submitted under transmittal number (TN) 18-0024. Effective for services on or after July, 1, 2018, this amendment provides for updates to the psychiatric residential treatment facility (PRTF) reimbursement rate methodology.

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 (the Act) and the regulations at 42 CFR 447 Subpart C. We are pleased to inform you that Medicaid State plan amendment TN 18-0024 is approved effective July 1, 2018. The CMS-179 and the plan page are attached.

If you have any questions, please contact Christine Storey at (303) 844-7044.

Sincerely,

Kristin Fan

Director

TRANSMITTAL AND NOTICE OF APPROVAL	1. TRANSMITTAL NUMBER:	2. STATE:	
OF CTATE DI ANI MATERIAL	18-0024	COLORADO	
STATE PLAN MATERIAL	3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)		
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES			
TO: REGIONAL ADMINISTRATOR	4. PROPOSED EFFECTIVE DATE:	The state of the s	
CENTERS FOR MEDICARE & MEDICAID SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES	July 1, 2018		
5. TYPE OF PLAN MATERIAL (Check One):	The second secon		
NEW STATE PLAN AMENDMENT TO BE CONSIDER	ED AS A NEW PLAN X AMENU	DMENT	
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN .	AMENDMENT (Separate transmittal for each a	mendment)	
6. FEDERAL STATUTE/REGULATION CITATION:	7. FEDERAL BUDGET IMPACT:	7. FEDERAL BUDGET IMPACT:	
Social Security Act Title XIX, Section 1905(a)(16) and (h)(1); 4 CFR 440.160	a. FFY 2017-18: \$163 b. FFY 2018-19: \$672		
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:	ATTACHMENT (If Applicable):	A	
Attachment 4.19-D – Methods and Standards for Establishing Payment Rates – Other Types of Care – 16. Psychiatric	Attachment 4.19-D - Methods	and Standards for	
Residential Treatment Facilities, Page 64	Establishing Payment Rates –		
	Psychiatric Residential Treatment Facilities, Page 64 (17-0007)		
10. SUBJECT OF AMENDMENT:			
This SPA updates the Psychiatric Residential Treatment Facility	rate to Colorado legislature annovad rates	effective July 1 2019	
11. GOVERNOR'S REVIEW (Check One):		orrows out of the	
	TUED AS CRECIFIED		
	OTHER, AS SPECIFIED		
COMMENTS OF GOVERNOR'S OFFICE ENCLOSED  NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL	Governor's letter dated 29 March, 2018		
12. SIGNATURE OF STATE AGENCY OFFICIAL:	16. RETURN TO:		
	Colorado Department of Health 1570 Grant Street	n Care Policy and Financing	
13. TYPED NAME:	Denver, CO 80203-1818		
Gretchen Hammer	Attn: David DeNovellis		
14. TITLE:			
Medicald Director			
15. DATE SUBMITTED: May 15, 2018			
	L OFFICE USE ONLY		
17. DATE RECEIVED	18. DATE APPROVED AUG	0 7 2018	
DI AN ADDROVER	ONE COPY ATTACHED		
19. EFFECTIVE DATE OF APPROVED MATERIAL 0 1 2018	20. SIGNA		
21. TYPED NAME	22. TITLE		
KRISTIN FAN / JANET FREEZE	DIRECTOR FMG		
23. REMARKS			
ORM CMS-179 (07/92) Inst	ructions on Back		

### TITLE XIX OF THE SOCIAL SECURITY ACT MEDICAL ASSISTANCE PROGRAM

State of Colorado

Attachment 4.19-D Page 64

# METHODS AND STANDARD FOR ESTABLISHING PAYMENT RATES - OTHER TYPES OF CARE

16. Psychiatric Residential Treatment Facilities

### UPPER PAYMENT LIMIT (UPL) CALCULATION

The Department conducts an analysis of the prevailing private-pay and commercial-insurance rates for PRTF-like services for the purposes of setting the Upper Payment Limit (UPL) for PRTF services according to 42 CFR 447.325.

#### **PAYMENT RATES**

The PRTF rate is set according to the methodology outlined in this document and is adjusted according to Colorado General Assembly appropriation.

PRTF services shall be reimbursed at the lower of the following:

- 1. Submitted charges, or
- 2. Fee schedule for PRTF services as determined by the Department of Health Care Policy and Financing.

Except as otherwise noted in the State Plan, state-developed fee schedule rates are the same for both governmental and private providers. The reimbursement rates were set as of July 1, 2018 and are effective for services provided on or after that date. All rates can be found on the official website of the Department of Health Care Policy and Financing at <a href="https://www.colorado.gov/hepf">www.colorado.gov/hepf</a>.

Approval Date AUG 0 7 2018
Effective Date July 1,2018

TN No. 18-0024 Supersedes TN No. 17-0007