DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, M/S S3-13-15 Baltimore, MD 21244-1850



Center for Medicaid, CHIP and Survey & Certification (CMCS)

NOV 20 2013

Roderick L. Bremby, Commissioner Department of Social Services 25 Sigourney Street Hartford, CT 06106-5033

RE: Connecticut 13-012

Dear Mr. Bremby:

We have reviewed the proposed amendment to Attachments 4.19-A, of your Medicaid State plan submitted under transmittal number (TN) 13-012. This amendment revises reimbursement for inpatient hospital services. Specifically, it proposes to reduce supplemental payments for state fiscal year (SFY) 2013 from \$131 million to \$121.4 million, an aggregate reduction of \$9.6 million.

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 447. We are pleased to inform you that Medicaid State plan amendment 13-012 is approved effective April 1, 2013. We are enclosing the CMS-179 and the amended plan pages.

If you have any questions, please call Novena James-Hailey at (617) 565-1291.

Sincerely, / s /

Cindy Mann Director

Enclosure

TRANSMITTAL AND NOTICE OF APPROVAL	1. TRANSMITTAL NUMBER: 13-012	2. STATE: CT
OF STATE PLAN MATERIAL FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES	3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)	
TO: REGIONAL ADMINISTRATOR, CENTERS FOR MEDICARE AND MEDICAID SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES TYPE OF STATE PLAN MATERIAL (Check One):	4. PROPOSED EFFECTIVE DATE 04/01/2013	
NEW STATE PLAN AMENDMENT TO BE CONSIDERED AS NEW PLAN X AMENDMENT		
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate Transmittal for each amendment)		
6. FEDERAL STATUTE/REGULATION CITATION: Section 1905 (a)(1) of the Social Security Act 42 CFR 440.10 and 42 CFR 447.253(a)(b)and(c)	7. FEDERAL BUDGET IMPACT: a. FFY 2013 \$ 4.8 million reduction b. FFY 2014 \$ 0 no fiscal impact	
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT: Attachment 4.19-A Page 1 (viii)	9. PAGE NUMBER OF THE SUPERSEDED PL SECTION OR ATTACHMENT (If applicable) Attachment 4.19-A Page 1 (viii)	AN
10. SUBJECT OF AMENDMENT: This amendment reduces hospital inpatient supplemental payments in the amount of \$9.6 million for the calendar quarter ending June 30, 2013.		
11. GOVERNOR'S REVIEW (Check One):		
X GOVERNOR'S OFFICE REPORTED NO COMMENT COMMENTS OF GOVERNOR'S OFFICE ENCL NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL	_OTHER, AS SPECIFIED:	
12. SIGNATURE OF STATE AGENCY OFFICIAL: / s /	16. RETURN TO:	-
TYPED NAME: Roderick L., Bremby	State of Connecticut	
14. TITLE: Commissioner	Department of Social Services 25 Sigourney Street	
15. DATE SUBMITTED:	Hartford, CT 06106-5033	
June 7, 2013 FOR REGION	Attention: Ginny Mahoney, Medical Polic AL OFFICE USE ONLY	y
17. DATE RECEIVED:	18. DATE APPROVED: NOV 2.6	2018
PLAN APPROVED - ONE COPY ATTACHED		
19. EFFECTIVE DATE OF APPROVED AATER 2013. 21. TYPED NAME:	20. SIGNATURE OF REGIONAL OFFICIAL // S / // A 22. TITLE: 44 (2)	SERVICE CONTROL OF THE CONTROL OF TH
23. REMARKS: FORM HCFA-179 (07-92)	Permission of the teles	ANTO Mg. CHES

Attachment 4.19-A Page 1 (viii)

Effective Date: 04-01-13

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State of Connecticut

- (b) As a rate of payment to hospitals for cost settlement purposes, the Department will pay: (1) for the first seven days of hospital care for patients who no longer require acute care, a rate which is equal to fifty percent (50%) of the hospital's non-intensive care per diem rate; (2) for the eight through fourteenth day of such care, a rate which is equal to seventy-five percent (75%) of the hospital's non-intensive care unit per diem rate; and (3) for days of such care after the fourteenth day, a rate equal to one hundred percent (100%) of the hospital's non-intensive care unit per diem rate.
- (2 A) Supplemental Reimbursement for Inpatient Hospital Services. Supplemental payments to eligible hospitals shall be made from a pool of funds in the amount of \$131 million per year. The payments shall be made periodically on a lump-sum basis throughout each fiscal year. The supplemental payment program shall be in effect for services furnished from July 1, 2011 through and including June 30, 2013. Payment for the quarter ending September 30, 2011 will be issued during the quarter ending December 31, 2011. All subsequent payments will be issued in the quarter for services furnished during the quarter. Payments for the quarter ending June 30, 2013, shall be reduced by \$9.6 million.
 - (a) Hospitals eligible for supplemental payments under this paragraph are short-term general hospitals other than short-term Children's General Hospitals and short-term acute care hospitals operated exclusively by the State, other than a short-term acute care hospital operated by the State as a receiver.
 - (b) Each eligible hospital's share of the supplemental payment pool shall be equal to that hospital's pro rata share of the total Medicaid inpatient revenues of all eligible hospitals in the aggregate. For purposes of this supplemental payment, "Medicaid inpatient revenues" means payments for Medicaid inpatient hospital services provided in federal fiscal year 2009 to each eligible hospital up to \$20 million per year per hospital as reported in each hospital's filing with the State of Connecticut Office of Health Care Access.

Approval Date NOV 2 0 2013

TN# <u>13-012</u> Supersedes TN# <u>12-002</u>