

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
601 East 12th Street, Suite 235
Kansas City, Missouri 64106



Division of Medicaid and Children's Health Operations

June 2, 2011

Charles M. Palmer, Director
Department of Human Services
Hoover State Office Building
1305 East Walnut, 5th Floor
Des Moines, Iowa 50319-0119

Dear Mr. Palmer:

On September 30, 2010, the Centers for Medicare & Medicaid Services (CMS) received Iowa's State Plan Amendment (SPA) transmittal #10-018, which proposes to remove the final settlement process language for non-state-government-owned and state-government-operated hospitals that limits the reimbursement to no more than cost for outpatient hospital services.

This SPA 10-018 specific to the outpatient services was approved on June 1, 2011 with an effective date of September 1, 2010 as requested by the State. Enclosed is a copy of the CMS-179 form, as well as, the approved page for incorporation into the Iowa State plan.

If you have any questions regarding this amendment, please contact Narinder Singh at (816) 426-5925 or Narinder.Singh@cms.hhs.gov.

Sincerely,

/s/

James G. Scott
Associate Regional Administrator
for Medicaid and Children's Health Operations

Enclosure

cc: Jennifer Vermeer