



DEPARTMENT OF HEALTH & HUMAN SERVICES

Centers for Medicare & Medicaid Services

Region 10
2201 Sixth Avenue, MS/RX 43
Seattle, Washington 98121

SEP 21 2011

Richard Armstrong, Director
Department of Health and Welfare
Towers Building – Tenth Floor
Post Office Box 83720
Boise, Idaho 83720-0036

RE: Idaho State Plan Amendment (SPA) Transmittal Number 11-005

Dear Mr. Armstrong:

The Centers for Medicare & Medicaid Services (CMS) Seattle Regional Office has completed its review of State Plan Amendment (SPA) Transmittal Number 11-005. Under this SPA, Idaho revised the targeted case management (TCM) reimbursement rate to comply with a Federal District Court order. This change removes the ten percent cap on indirect costs in the rate setting process. The new cap is based on a study of provider costs conducted by the State at the direction of the Court. In addition, this SPA removes obsolete reimbursement language that erroneously remained after approval of Idaho SPA 10-017 (removed TCM for personal care populations from the State plan).

We are approving this SPA with an effective date of April 1, 2011. For your files, we are enclosing the HCFA-179 transmittal form and the amended plan pages.

If you have any additional questions or require any further assistance, please contact me, or have your staff contact Tom Couch at (208) 334-9482 or Thomas.Couch@cms.hhs.gov.

Sincerely,

Carol J.C. Peverly
Associate Regional Administrator
Division of Medicaid and Children's Health
Operations

cc:

Leslie Clement, Administrator, Idaho Department of Health and Welfare
Rachel Strutton, State Plan Coordinator, Idaho Department of Health and Welfare