DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S2-26-12 Baltimore, Maryland 21244-1850



Center for Medicaid and CHIP Services

Ms. Julie Hamos, Director Illinois Department of Healthcare and Family Services Prescott E Bloom Building 201 South Grand Avenue East Springfield IL 62763-0002

NOV 1 4 2012

RE: TN 10-10

Dear Ms. Hamos:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State plan submitted under transmittal number (TN) 10-10. Effective for services on or after October 1, 2010, this amendment revises methodology for making payments for inpatient hospital services. Specifically, this amendment increases reimbursement for long term stay hospitals by adding a new Long Term Acute Care (LTAC) Supplemental Per Diem Rate.

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 Subpart C. We hereby inform you that Medicaid State plan amendment 10-10 is approved effective October 1, 2010. We are enclosing the HCFA-179 and the amended plan pages.

If you have any questions, please call Todd McMillion at (312) 353-9860.

Sincerely,

Cindy Mann, Director, CMCS