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State/Territory Name: IL State Plan Amendment (SPA) #: 12-011

This file contains the following documents in the order listed:

- 1) Approval Letter
- 2) CMS 179 Form/Summary Form (with 179-like data)
- 3) Approved SPA Pages

Department of Health & Human Services Centers for Medicare & Medicaid Services 233 North Michigan Avenue, Suite 600 Chicago, Illinois 60601-5519



June 16, 2014

Julie Hamos, Director Illinois Department of Healthcare and Family Services (HFS) Prescott E. Bloom Building 201 South Grand Avenue East Springfield, Illinois 62763-0001

ATTN: Theresa Eagleson

RE: TN 12-011

Dear Ms. Hamos:

Enclosed for your records is an approved copy of the following State Plan Amendment (SPA).

Transmittal #12-011 - Approves Illinois' request to revise the fee schedule for the cost of drugs provided by a non-pharmacy provider beginning July 21, 2012.

--Effective Date: April 1, 2012

If you have any questions, please have a member of your staff contact Cathy Song at (312) 353-5184 or by email at Catherine.Song1@cms.hhs.gov.

Sincerely,

/s/

Verlon Johnson Associate Regional Administrator Division of Medicaid and Children's Health Operations

cc: Mary Doran, HFS Teresa Hursey, HFS

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL FOR: CENTER FOR MEDICARE AND MEDICARE SERVICES	1. TRANSMITTAL NUMBER 2. STATE: ILLINOIS	
FOR: CENTER FOR MEDICARE AND MEDICALD SERVICES		
FOR: CENTER FOR MEDICARE AND 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	4. PROPOSED EFFECTIVE DATE: April 1, 2012	
5. TYPE OF PLAN MATERIAL (Check One) [] NEW STATE PLAN [] AMENDMENT TO BE CON	ISIDERED AS NEW PLAN [X] AMENDMENT	
	ENDMENT (Separate Transmittal for each amendment)	
6. FEDERAL STATUTE/REGULATION CITATION:	7. FEDERAL BUDGET IMPACT	
Section 1902(a) Social Security Act	a. FFY 2012—(\$3.0) million b. FFY 2013—(\$6.0) million	
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT: Attachment 4.19-B pages 33, 34 33C	9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable): Attachment 4.19-B pages 33, 34 New Page	
10. SUBJECT OF AMENDMENT: Provider fee schedule updates.		
11. GOVERNOR'S REVIEW (Check One) [] GOVERNOR'S OFFICE REPORTED NO COMMENT [] COMMENTS OF GOVERNOR'S OFFICE ENCLOSED [] NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL [X] OTHER, AS SPECIFIED: Not submitted for review by prior approximately contained to the contained of the	oval.	
12. SIGNATURE OF AGENCY OFFICIAL:	16. RETURN TO:	
13. TYPED NAME Julie Hamos	Department of Healthcare and Family Services Bureau of Program and Reimbursement Analysis Attn: Greg Wilson, Chief	
14. TITLE: Director of Healthcare and Family Services	201 South Grand Avenue East Springfield, IL 62763-0001	
15. DATE SUBMITTED 62912	\$ 3	
FOR REGIONAL (OFFICE USE ONLY	
17. DATE RECEIVED: 06/29/12	18. DATE APPROVED: 06/16/14	
PLAN APPROVEDC		
19. EFFECTIVE DATE OF APPROVED MATERIAL: 04/01/12	20. SIGNATURE OF REGIONAL OFFICIAL:	
21. TYPED NAME Verlon Johnson 23. REMARKS:	22. TITLE: Associate Regional Administrator	

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: Illinois

METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES— OTHER TYPE OF CARE—BASIS FOR REIMBURSEMENT

- #7. Physician Services, continued:
- O4/12 Effective April 1, 2012, the reimbursement for the cost of drugs provided by a non-pharmacy provider shall be at a rate equal to the lowest of the provider's usual and customary charge to the public, or:
 - The Average Sales Price (ASP) plus 6 percent; or
 - Beginning July 21, 2012, the state upper limit.
 - In cases in which ASP is not available, and beginning July 21, 2012, no state upper limit
 has been developed, the Department's lowest maximum allowable price for all covered
 NDC's assigned to the HCPCS billing code determined in accordance with Section 4(a) of
 this attachment.

All rates are published on the Department's website in the Practitioner Fee Schedule located at www.hfs.illinois.gov/feeschedule/