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## State/Territory Name: Kentucky

## State Plan Amendment (SPA) #:13-029

This file contains the following documents in the order listed:

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

DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services Atlanta Regional Office 61 Forsyth Street, Suite 4T20 Atlanta, Georgia 30303



DIVISION OF MEDICAID & CHILDREN'S HEALTH OPERATIONS

March 7, 2014

Lawrence Kissner, Commissioner Department for Medicaid Services 275 East Main Street, 6WA Frankfort, KY 40621-0001

Re: Kentucky State Plan Amendment 13-029

Dear Mr. Kissner:

We have reviewed the proposed Kentucky state plan amendment (SPA) 13-029, which was submitted to the Centers for Medicare & Medicaid Services (CMS) on December 23, 2013. Kentucky SPA 13-029 removes the hard limitation and increases the soft limitations on chiropractic visits to 26 visits per year for all beneficiaries.

Based on the information provided, the Medicaid State Plan Amendment KY 13-029 was approved on March 4, 2014. The effective date of this amendment is January 1, 2014. Enclosed are the approved HCFA-179 and a copy of the new state plan pages.

If you have any additional questions or need further assistance, please contact Melanie Benning at (404) 562-7414 or <u>Melanie.Benning@cms.hhs.gov</u>.

Sincerely,

//s//

Jackie Glaze Associate Regional Administrator Division of Medicaid & Children's Health Operations

Enclosures

DEPARTMENT OF HEALTH AND HUMAN SERVICES HEALTH CARE FINANCING ADMINISTRATION		FORM APPROVED OMB NO. 0938-0193	
TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL	1. TRANSMITTAL NUMBER: 13-029	2. STATE Kentucky	
FOR: HEALTH CARE FINANCING ADMINISTRATION	3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)		
TO: REGIONAL ADMINISTRATOR HEALTH CARE FINANCING ADMINISTRATION DEPARTMENT OF HEALTH AND HUMAN SERVICES	4. PROPOSED EFFECTIVE DATE January 1, 2014		
5. TYPE OF PLAN MATERIAL (Check One):			
□ NEW STATE PLAN		AMENDMENT	
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AME 6. FEDERAL STATUTE/REGULATION CITATION:	NDMENT (Separate Transmittal for each an 7. FEDERAL BUDGET IMPACT:	nendment)	
6. FEDERAL STATUTE/REGULATION CITATION:	a. FFY 2014 \$ -		
Affordable Care Act	b. FFY 2015 \$-		
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:	9. PAGE NUMBER OF THE SUPERSEI OR ATTACHMENT (If Applicable):	DED PLAN SECTION	
Att. 3.1-A, Page 7.2.1(b) Att. 3.1-B, Page 23	Same		
10. SUBJECT OF AMENDMENT: The purpose of this State Plan Amendment is to revise the soft limits	on chiropractic services.		
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: to Commissioner, Departr Services		
12. SIGNATURE OF STATE AGENCY OFFICIAL:	16. RETURN TO:		
//s//	Department for Medicaid Services		
13. TYPED NAME: Lawrence Kissner	275 East Main Street 6W-A		
14. TITLE: Commissioner, Department for Medicaid Services	- Frankfort, Kentucky 40621		
15. DATE SUBMITTED: 12/23/2013			
FOR REGIONAL OF			
17. DATE RECEIVED: 12/23/13	18. DATE APPROVED:03/04/14		
PLAN APPROVED - ON			
19. EFFECTIVE DATE OF APPROVED MATERIAL: 01/01/14	20. SIGNATURE OF REGIONAL OFFIC	CIAL:	
21. TYPED NAME: Jackie Glaze	22. TITLE: Associate Regional Admini Division of Medicaid & Children Healt		
23. REMARKS: Approved with the following change as authorized by st	ate agency emails dated 01/16/14 and 02/1	8/14.	
Block #7 changed to read: FFY 14 \$400,000 and FFY 15 \$534,000.			
Block #8 changed to read: Attachment 3.1-A, page 7.2.1(b), Attachment	3.1-B, page 23 and Attachment 4.19-B pa	ges 20.43 and 20.44.	
Block #9 changed to read: Attachment 3.1-A, page 7.2.1(b), Attachment	3.1-B, page 23 and Attachment 4.19-B pa	ges 20.43 and 20.44(new).	

- (6) Medical care and Any Other Type of Remedial Care
  - B. Optometry services are only provided to recipients under age twenty-one (21).
  - C. Chiropractic services are provided with the following limitations
    - (1) Twenty-six (26) chiropractic visits per year for all recipients (this limit may be exceeded based on medical necessity with prior authorization).

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## XXXV Chiropractic Services

- A. Definitions
  - (1) "Resource-based relative value scale (RBRVS) unit" is a value based on Current Procedural Terminology (CPT) codes established by the American Medical Association assigned to the service which takes into consideration the physicians' work, practice expenses, liability insurance, and a geographic factor based on the prices of staffing and other resources required to provide the service in an area relative to national average price.
  - (2) "Usual and customary charge" refers to the uniform amount the individual physician charges in the majority of cases for a specific medical procedure or service.
  - (3) "Covered chiropractic services" shall include the following:
    - (a) An evaluation and management service;
    - (b) Chiropractic manipulative treatment;
    - (c) Diagnostic X-rays;
    - (d) Application of a hot or cold pack to one (1) or more areas;
    - (e) Application of mechanical traction to one (1) or more areas;
    - (f) Application of electrical stimulation to one (1) or more areas; and
    - (g) Application of ultrasound to one (1) or more areas.
- B. Reimbursement
  - (1) Except as otherwise noted in the plan, state-developed fee schedule rates are the same for both governmental and private providers of Chiropractic Services. The agency's fee schedule rate was set as of January 1, 2014, and is effective for services provided on or after that date. All rates are published on DMS's website at <u>http://www.chfs.ky.gov/dms/fee.htm</u>.
  - (2) If there is no RBRVS based fee the Department shall set a reasonable fixed upper limit for the procedure consistent with the general rate setting methodology. Fixed upper limits not determined in accordance with the principle shown in this section (if any) due to consideration of other factors (such as recipient access) shall be specified herein. RBRVS units shall be multiplied by the Non-anesthesia Related Services dollar conversion factor of \$29.67 to arrive at the fixed upper limit.
- C. Reimbursement Exceptions.
  - (1) Payment for individuals eligible for coverage under Medicare Part B is made, in accordance with Sections A and B and items (1) through (4) and (6) of this section within the individual's Medicare deductible and coinsurance liability.

State:	Kentucky	
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- (2) Procedures specified by Medicare and published annually in the Federal Register and which are commonly performed in the chiropractor's office are subject to outpatient limits if provided at alternative sites and shall be paid adjusted rates to take into account the change in usual site of services.
- D. Assurances. The state hereby assures that (1) payment for chiropractor services are consistent with efficiency, economy, and quality of care (42 CFR 447.200); and (2) payments for services do not exceed the prevailing charges in the locality for comparable services under comparable circumstances (42 CFR 447.325).