# **Table of Contents**

State/Territory Name: Louisiana

State Plan Amendment (SPA) #: 19-0004

This file contains the following documents in the order listed:

- 1) Approval Letter
- 2) CMS 179 Form
- 3) Approved Page

DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 1301 Young Street Dallas, Texas 75202



## **Regional Operations Group**

March 27, 2019

Our Reference: SPA LA 19-0004

Ms. Jen Steele, State Medicaid Director Department of Health 628 North 4th St. Post Office Box 91030 Baton Rouge, LA 70821-9030 Attention: Karen Barnes

Dear Ms. Steele:

We have reviewed the State's proposed amendment to the Louisiana State Plan submitted under Transmittal Number 19-0004 dated February 6, 2019. This state plan amendment proposes to amend the provisions governing the reimbursement methodology for Rural Health Clinics (RHCs) in order to implement an alternative payment methodology to allow RHCs to be reimbursed a separate perspective payment system (PPS) rate for behavioral health and dental services, which is at the same rate as the existing all-inclusive encounter PPS rate when such services are rendered on the same day as a medical visit.

Based on the information submitted, we have approved the amendment for incorporation into the official Louisiana State Plan with an effective date change of April 1, 2019. A copy of the CMS-179 and approved plan pages are enclosed with this letter.

If you have any questions, please contact Cheryl Rupley at (214) 767-6278 or by email at Cheryl.Rupley@cms.hhs.gov.

Sincerely,

Bill Brooks Director Centers for Medicaid & CHIP Services Regional Operations Group

TRANSMITTAL AND NOTICE OF APPROVAL OF	1. TRANSMITTAL NUMBER	2. STATE	
STATE PLAN MATERIAL	19-0004 Louisiana  3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)		
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES			
TO: REGIONAL ADMINISTRATOR	4. PROPOSED EFFECTIVE DATE		
CENTERS FOR MEDICARE & MEDICAID SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES	April 1, 2019		
5. TYPE OF PLAN MATERIAL (Check One)		<del></del>	
□ NEW STATE PLAN □ AMENDMENT TO BE CONSIDER	ED AS NEW PLAN ⊠ AMENDMENT		
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate transmittal for each amendment)			
6. FEDERAL STATUTE/REGULATION CITATION	7. FEDERAL BUDGET IMPACT	7. FEDERAL BUDGET IMPACT a. FFY 2019 \$_405,068	
42 CFR 447.201 and	b. FFY 2020 \$1,023,707		
Section 1902(bb) of the Social Security Act	0,111 <u>2020</u>	<u>′</u>	
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT	9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable)		
Attachment 4.19-B, Item 2b, Pages 3a	None (new page)		
10. SUBJECT OF AMENDMENT The purpose of this SPA is to amend the provisions governing the reimbursement			
methodology for Rural Health Clinics (RHCs) in order to implement an alternative payment methodology to			
allow RHCs to be reimbursed a separate perspective payment system (PPS) rate for behavioral health and dental			
services, which is at the same rate as the existing all-inclusive encounter PPS rate when such services are			
rendered on the same day as a medical visit.			
11. GOVERNOR'S REVIEW (Check One)			
GOVERNOR'S OFFICE REPORTED NO COMMENT	OTHER, AS SPECIFIED The Governor does not review State Plan material.		
☐ COMMENTS OF GOVERNOR'S OFFICE ENCLOSED ☐ NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL	The Covernor does not review Clate Flan Material.		
12. SIGNATURE OF STATE AGENCY OFFICIAL	S. RETURN TO		
	Jen Steele, Medicaid Director State of Louisiana		
13. TYPED NAME Rebekah E. Gee MD, MPH	Department of Health		
14. TITLE	628 North 4th Street		
Secretary	P.O. Box 91030		
15. DATE SUBMITTED	Baton Rouge, LA 70821-9030		
February 6, 2019			
17. DATE RECEIVED 18. DATE APPROVED 3,27,19			
2-06-19	<b>18. DATE APPROVED</b> 3-27-19		
PLAN APPROVED - ONE COPY ATTACHED			
19. EFFECTIVE DATE OF APPROVED MATERIAL 4-01-19	. SIGNATURE OF REGIONAL OFFICIAL		
21. TYPED NAME Bill Brooks	2. TITLE  Regional Operations Group		
23. REMARKS	Toponia operations did	<u>T</u>	
FORM CMS-179 (07/92) Instructions on Back			

#### STATE OF **LOUISIANA**

#### PAYMENTS FOR MEDICAL AND REMEDIAL CARE AND SERVICES

METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES -- OTHER TYPES OF CARE OR SERVICES LISTED IN SECTION 1905(A) OF THE ACT THAT IS INCLUDED IN THE PROGRAM UNDER THE PLAN ARE DESCRIBED AS FOLLOWS:

**CITATION** 

42 CFR 447.201 and Medical and Remedial Care and Services

Section 1902(bb) of the Social Security Act Item 2.b.

### **Long-Acting Reversible Contraceptives**

Effective for dates of service on or after January 1, 2019, RHCs shall be reimbursed a separate payment outside of the PPS rate, accordingly, for long-acting reversible contraceptives (LARCs). This alternate methodology will include the PPS rate, plus reimbursement for the device.

Reimbursement for LARCs shall be at the lesser of, the rate on file or the actual acquisition cost, for entities participating in the 340B program. RHCs eligible for 340B pricing must bill Medicaid at their 340B actual acquisition cost for reimbursement.

#### **Behavioral Health and Dental Services**

Effective for dates of service on or after April 1, 2019, the Medicaid Program shall establish an alternative payment methodology for behavioral health services provided in RHCs by one of the following practitioners:

- 1. Physicians with a psychiatric specialty;
- 2. Nurse practitioners or clinical nurse specialist with a psychiatric specialty;
- 3. Licensed clinical social workers; or
- 4. Clinical psychologists.

The reimbursement for behavioral health services will equal the all-inclusive encounter PPS rate on file for fee-for-service on the date of service. This reimbursement will be in addition to any all-inclusive PPS rate on the same date for a medical/dental visit.

Dental services shall be reimbursed at the all-inclusive PPS rate on file for fee-for-service on the date of service. This reimbursement will be in addition to any all-inclusive PPS rate made on the same date for a medical/behavioral health visit.

The Alternative Payment Methodology (APM) will be agreed to by the Department and the RHC, and will result in payment to the RHC of an amount that is at least equal to the Prospective Payment System (PPS) rate.

State: Louisiana

Effective Date 4-01-19

Date Received: 2-06-19
Date Approved: 3-27-2019
Date Effective: 4-01-19

Transmittal Number: 19-0004

TN 19-0004

Approval Date 3-27-19