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State/Territory Name: Minnesota

State Plan Amendment (SPA) #: 17-0011

This file contains the following documents in the order listed:

- 1) Approval Letter
- 2) CMS 179 Form
- 3) Approved SPA Pages

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



March 6, 2018

Marie Zimmerman
State Medicaid Director
Minnesota Department of Human Services
P.O. Box 64983
St. Paul, MN 55164-0983

Dear Ms. Zimmerman:

Enclosed for your records is an approved copy of the following State Plan Amendment:

Transmittal #17-0011 -- Revises payment rates for vaccines.
 -- Effective Date: January 1, 2018
 -- Approval Date: March 5, 2018

If you have any additional questions, please have a member of your staff contact Sandra Porter at (312) 353-8310 or via e-mail at Sandra.Porter@cms.hhs.gov.

Sincerely,

/s/

Ruth A. Hughes
Associate Regional Administrator
Division of Medicaid and Children's Health Operations

Enclosures

cc: Ann Berg, MDHS
 Sean Barrett, MDHS

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL	1. TRANSMITTAL NUMBER: 17-11	2. STATE Minnesota
FOR: CENTER FOR MEDICARE & MEDICAID SERVICES	3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)	

TO: REGIONAL ADMINISTRATOR CENTER FOR MEDICARE & MEDICAID SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES	4. PROPOSED EFFECTIVE DATE January 1, 2018
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5. TYPE OF PLAN MATERIAL (Check One):

NEW STATE PLAN AMENDMENT TO BE CONSIDERED AS NEW PLAN AMENDMENT

COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate Transmittal for each amendment)

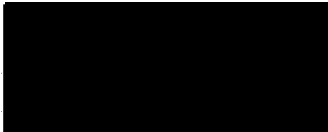
6. FEDERAL STATUTE/REGULATION CITATION: 42 CFR §§ 440.20 & 440.50	7. FEDERAL BUDGET IMPACT (in thousands): a. FFY '18 \$(20.5) b. FFY '19 \$(27.5)
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8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT: State Plan Preprint, page 66(b) Attachment 4.19-B, pages 3a, 10, 10l, 17, 20b, 23b, & 25	9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable): Same
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10. SUBJECT OF AMENDMENT:
Payment Rates for Vaccines

11. GOVERNOR'S REVIEW (Check One):

GOVERNOR'S OFFICE REPORTED NO COMMENT OTHER, AS SPECIFIED:
 COMMENTS OF GOVERNOR'S OFFICE ENCLOSED
 NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL

12. SIGNATURE OF STATE AGENCY OFFICIAL: 	16. RETURN TO: Sean Barrett Minnesota Department of Human Services Federal Relations Unit PO Box 64983 St. Paul, MN 55164-0983
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13. TYPED NAME:
Ann Berg

14. TITLE:
Deputy Medicaid Director

15. DATE SUBMITTED:
December 28, 2017

FOR REGIONAL OFFICE USE ONLY	
17. DATE RECEIVED: December 28, 2017	18. DATE APPROVED: March 5, 2018

PLAN APPROVED - ONE COPY ATTACHED

19. EFFECTIVE DATE OF APPROVED MATERIAL: January 1, 2018	20. SIGNATURE OF REGIONAL OFFICIAL: /s/
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21. TYPED NAME: Ruth A. Hughes	22. TITLE: Associate Regional Administrator
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23. REMARKS:

STATE: MINNESOTA

ATTACHMENT 4.19-B

Effective: January 1, 2018

Page 3a

TN: 17-11

Approved: 3/5/18

Supersedes: 13-09 (12-07, 11-02, 09-19, 05-04, 03-10, 01-07)

2.a. Outpatient hospital services.

~~Effective July 1, 2013, vaccines are paid the lower of:~~

~~(1) the submitted charge;~~

~~(2) Medicare allowable; or~~

~~(3) if Medicare has not established a payment amount:~~

~~a. the wholesale acquisition cost; or~~

~~b. the average wholesale price minus 5%.~~

~~Plus the vaccine administration fee paid at the lesser of the submitted charge or the RBRVS rate.~~

~~Payment for vaccines available through the Minnesota Vaccines for Children Program pursuant to §1928 of the Act is described on page 66(b) of the pre print.~~

~~Effective July 1, 2013, vaccines provided through Minnesota's adult vaccine program are paid only an administration fee equal to the lesser of the submitted charge or Minnesota's regional maximum administration fee for vaccines under the VFC program as published by the Secretary.~~

Outpatient hospitals that administer pediatric vaccines as described in item 5.a., physicians' services, available through the Minnesota Vaccines for Children Program pursuant to §1928 of the Act, are paid for administering the vaccine using the same methodology described in item 5.a.

Additional payment adjustment for Hennepin County Medical Center and Regions Hospital Effective for services delivered on or after July 1, 2009, in recognition of the services provided by the two largest safety net hospitals, an additional adjustment will be made annually, within two years of the close of the federal fiscal year, that is the difference between the Medicaid costs for outpatient

STATE: MINNESOTA

ATTACHMENT 4.19-B

Effective: January 1, 2018

Page 10

TN: 17-11

Approved: 3/5/18

Supersedes: 14-01 (11-02,10-21,09-25,09-20,08-17,07-12,07-08,07-09,07-06,06-19,05-21)

5.a. Physicians' services, whether furnished in the office, the patient's home, a hospital, a nursing facility or elsewhere.

Effective for services provided on or after January 14, 2014, payment for physician services is the lowest of:

- 1) submitted charges; or
- 2) a) The Resource Based Relative Value Scale calculated values(as published by the Centers for Medicare & Medicaid Services in November of the previous calendar year); or
- b) State agency established rate; or
- C) For delivery services, including cesarean delivery services that are not complicated:
59400, 59510, 59610: \$1387.89
59409, 59514, 59612: \$540.00
59410, 59515, 59614: \$696.73

Effective July 1, 2013, **vaccines** are paid the lower of:

- (1) the submitted charge;
- (2) Medicare allowable; or
- (3) if Medicare has not established a payment amount:
 - a. the wholesale acquisition cost; or
 - b. the average wholesale price minus 5%.

An additional payment for administration of the vaccine will be made at a rate equal to the lesser of the submitted charge, or the RBRVS rate.

Payment for vaccines available through the Minnesota Vaccines for Children Program pursuant to §1928 of the Act is limited to vaccine administration. Effective January 1, 2018, the state pays for administration of the vaccine at a rate equal to the lower of the submitted charge, or the RBRVS rate. Payment shall not exceed the regional maximum established by the DHHS Secretary.

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ATTACHMENT 4.19-B

Effective: January 1, 2018

Page 101

TN: 17-11

Approved: 3/5/18

Supersedes: 17-13 (14-11a,13-04,12-25,11-02,10-06,09-25,09-20,08-17,07-12,07-08,07-09,07-06,06-19,05-21)

5.a. Physicians' services, whether furnished in the office, the patient's home, a hospital, a nursing facility or elsewhere.
(continued)

Laboratory services are paid using the same methodology as item 3, Other lab and x-ray services.

~~With the exception of pediatric vaccines in item 2.a., Outpatient hospital services, covering the Minnesota Vaccines for Children program, vaccines are paid using the same methodology as item 2.a., Outpatient hospital services.~~

~~All other injectables are paid using the same methodology as item 2.a.~~

The base rates as described in this item are adjusted by the following clauses of Supplement 2 of this Attachment:

- A. IHS/638 Facilities
- B. Critical Access Hospitals
- C. TPL
- D. MinnesotaCare Tax Rate Adjustment
- E. Modifiers
- F. Family Planning
- G. Community and Public Health Clinics
- H. Medicare Cap
- I. Exceptions to payment methodology and reconstructing a rate
- J. Copay converted to \$3.00 provider rate reduction
- P. Rate increase effective 07/01/07
- R. Professional services decrease effective July 1, 2009.
- S. Professional services decrease effective July 1, 2010
- T. Rate increase July 1, 2010
- V. Facility and professional services rate increase 2010
- W. Physician and physician assistant rates are adjusted by the professional services rate decrease 2011
- aa. Anesthesia service rates are adjusted by the miscellaneous services and material rate decrease 2011.
- bb. Reimbursement for costs of services provided by a non-state, government-operated community mental health center
- cc. Supplemental payment for medical education.
- ff. Professional services rate increase effective September 1, 2014.

Other provider-preventable conditions are not eligible for payment as described in Attachment 4.19-A.

STATE: MINNESOTA

ATTACHMENT 4.19-B

Effective: January 1, 2018

Page 17

TN: 17-11

Approved: 3/5/18

Supersedes: 14-11a (11-19,11-02,09-25,08-13,08-03,07-08,06-19,05-21,02-20, 01-13)

6.d. Other practitioners' services. (continued)

B. Effective for services provided on or after July 1, 1991, **public health nursing services** are paid the lower of:

- 1) submitted charge; or
- 2) State agency established rates based on comparable rates for services provided by a nurse practitioner in an office setting, or by a home health nurse in a home setting or by a nurse providing perinatal high risk services under item 20, Extended services to pregnant women.

Effective 7/1/08, services provided by a community health worker, are paid using the same methodology that applies to community health workers in item 5.a., Physicians' services.

Public health nurses who administer pediatric vaccines as described in item 5.a., physicians' services~~2.a., Outpatient hospital services~~, available through the Minnesota Vaccines for Children Program pursuant to §1928 of the Act, are paid for administering the vaccine using the same methodology described in item 25.a. ~~for these vaccines.~~

The base rate as described in this item is adjusted by the following clauses of Supplement 2 of this Attachment:

- A. IHS/638 Facilities
- B. Critical Access Hospitals
- C. TPL
- D. MinnesotaCare Tax Rate Adjustment
- E. Modifiers
- F. Family Planning
- G. Community and Public Health Clinic
- H. Medicare Cap
- I. Exceptions to payment methodology and reconstructing a rate
- J. Copay converted to \$3.00 provider rate reduction
- U. Facility services rate decrease 2009
- aa. Miscellaneous services and materials rate decrease 2011
- gg. Miscellaneous services and materials rate increase effective September 1, 2014

STATE: MINNESOTA

ATTACHMENT 4.19-B

Effective: January 1, 2018

Page 20b

TN: 17-11

Approved: 3/5/18

Supersedes: 11-19 (11-02,09-25,07-09,07-06,00-11,99-11)

6.d. Other practitioners' services. (continued)

If the services are paid through the payment for inpatient services, the nurse practitioner cannot separately bill for payment.

Laboratory, radiology, immunization, injection and allergy services are paid using the same methodology set forth elsewhere in this Attachment. EPSDT invoices are paid using the same methodology as item 4.b., Early and periodic screening, diagnosis, and treatment services.

With the exception noted below, mental health services are paid using the same methodology as item, 6.d.A, Mental Health services.

Nurse practitioners who administer pediatric vaccines as described in item 5.a., physicians' services~~2.a., Outpatient hospital services~~, available through the Minnesota Vaccines for Children Program pursuant to §1928 of the Act, are paid for administering the vaccine using the same methodology described in item 25.a. for these vaccines.

The base rate as described in this item is adjusted by the following clauses of Supplement 2 of this Attachment:

- A. IHS/638 Facilities
- B. Critical Access Hospitals
- C. TPL
- D. MinnesotaCare Tax Rate Adjustment
- E. Modifiers
- F. Family Planning
- G. Community and Public Health Clinics
- H. Medicare cap
- I. Exceptions to payment methodology and reconstructing a rate
- J. Copay converted to \$3.00 provider rate reduction
- P. Rate increase effective July 1, 2007
- R. Professional services rate decrease 2009
- S. Professional services rate decrease 2010
- T. Rate increase effective July 1, 2010
- W. Professional services rate decrease 2011

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Effective: January 1, 2018
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Approved: 3/5/18
Supersedes: 11-19, 11-02

ATTACHMENT 4.19-B
Page 23b

6.d. Other practitioners' services. (continued)

Laboratory, radiology, immunization, injection and allergy services are paid using the same methodology set forth elsewhere in this Attachment. EPSDT invoices are paid using the same methodology as item 4.b., Early and periodic screening, diagnosis, and treatment services.

Clinical nurse specialists who administer pediatric vaccines as described in item 5.a., physicians' services, -2.a., Outpatient hospital services, available through the Minnesota Vaccines for Children Program pursuant to §1928 of the Act, are paid for administering the vaccine using the same methodology described in item ~~2~~5.a. for these vaccines.

The base rate as described in this item is adjusted by the following clauses of Supplement 2 of this Attachment:

- A. IHS/638 Facilities
- B. Critical Access Hospitals
- C. TPL
- D. MinnesotaCare Tax
- E. Modifiers
- F. Family Planning
- G. Community and Public Health Centers
- H. Medicare cap
- I. Exceptions to payment methodology and reconstructing a rate
- J. Copay converted to \$3.00 provider rate reduction
- P. Rate increase effective July 1, 2007
- R. Professional services rate decrease 2009
- S. Professional services rate decrease 2010
- T. Rate increase effective July 1, 2010
- W. Professional services rate decrease 2011

STATE: MINNESOTA
Effective: January 1, 2018
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Supersedes: 15-11 (13-23,11-18,09-28,08-17,07-08,06-19,05-21,04-22,02-20)

7.a. Intermittent or part-time nursing service provided by a home health agency or by a registered nurse when no home health agency exists in the area.

Payment for skilled nurse visits is the lower of the submitted charge or the rate from the chart below.

Service provided on or after	9/1/2011	7/1/2013	4/1/2014	7/1/2014	7/1/2015*
Skilled nurse visit	\$69.69	\$70.04	\$70.74	\$74.28	\$75.02

* The Department will reduce payment by .5% for providers that fail to submit a quality improvement plan.

Immunizations and other injectables are paid using the same methodology as Item 2.a., Outpatient hospital services.

Home health agencies that administer pediatric vaccines as described in item 5.a., physicians' services, 2.a., Outpatient hospital services, available through the Minnesota Vaccines for Children Program pursuant to §1928 of the Act, are paid for administering the vaccine using the same methodology described in item 25.a. for these vaccines.

66(b)

Revision: HCFA-PM-94-8 (MB)
OCTOBER 1994

State/Territory: Minnesota

Citation

- 4.19(m) Medicaid Reimbursement for Administration of Vaccines under the Pediatric Immunization Program
- 1928(c)(2)(C)(ii) of the Act (i) A provider may impose a charge for the administration of a qualified pediatric vaccine as stated in 1928(c)(2)(C)(ii) of the Act. Within this overall provision, Medicaid reimbursement to providers will be administered as follows.
- (ii) The State:
- ~~X~~ sets a payment rate at the level of the regional maximum established by the DHHS Secretary.
- is a Universal Purchase State and sets a payment rate at the level of the regional maximum established in accordance with State law.
- X sets a payment rate below the level of the regional maximum established by the DHHS Secretary.
- is a Universal Purchase State and sets a payment rate below the level of the regional maximum established by the Universal Purchase State.
- The State pays the following rate for the administration of a vaccine: payment for administration of the vaccine is described in item 5.a., of Attachment 4.19-B.
- 1926 of the Act (iii) Medicaid beneficiary access to immunizations is assured through the following methodology:
- The State will perform outreach to encourage a variety of providers to participate in the program and to administer vaccines in multiple settings (e.g., private health care providers, providers that receive funds under Title V of the Indian Health

TN No. 17-11
Supersedes
TN No. 12-31

Approval Date 3/5/18 Effective Date 1/1/2018