DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, M/S S3-13-15 Baltimore, MD 21244-1850



Center for Medicaid and CHIP Services (CMCS)

Mr. Gary D. Alexander, Secretary Commonwealth of Pennsylvania Department of Public Welfare Office of Medical Assistance Programs P.O. Box 8046 Harrisburg, PA 17105

AUG 1 5 2012

RE: State Plan Amendment (SPA) 12-008

Dear Mr. Alexander:

We have completed our review of SPA 12-008 which amends section 4.19A of Pennsylvania's Title XIX state plan. Specifically, it continues disproportionate share payments to an additional class of acute care general hospitals designated as Critical Access Hospitals or qualifying rural hospitals and establishes procedures for payments to such hospitals.

We conducted our review of your submittal according to the statutory requirements at Sections 1902(a)(3), 1902(a)(13), 1902(a)(30), 1903(a) and 1923 of the Social Security Act (the Act) and the regulations at 42 CFR 447 Subpart C. We are approving Pennsylvania SPA 12-008, effective March 18, 2012. We are enclosing the HCFA-179 and the amended state plan pages.

If you have any questions, please call Gary Knight at (304) 347-5723.

Sincerely,

homps h

Čindy Mann Director, CMCS