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State Name: Virginia

State Plan Amendment (SPA) #: 18-024

This file contains the following documents in the order listed:

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

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
801 Market Street - Suite 9400
Philadelphia, Pennsylvania 19107



Region III/Division of Medicaid and Children's Health Operations

SWIFT #122820184022

February 1, 2019

Jennifer S. Lee, M.D., Director
Department of Medical Assistance Services
600 East Broad Street, Suite 1300
Richmond, VA 23219

Dear Dr. Lee:

The Centers for Medicare & Medicaid Services (CMS) has reviewed Virginia's State Plan Amendment (SPA) 18-024, Update to Average Commercial Rate Calculation for Eastern Virginia Medical School. The purpose of SPA 18-024 is to revise the amount of supplemental payments to physicians affiliated with Eastern Virginia Medical School. Virginia SPA 18-024 will change the supplemental payment amount to the difference between the Medicaid payments otherwise made for physician services and 145% of Medicare rates.

This SPA is acceptable. Therefore, we are approving SPA 18-024 with an effective date of November 1, 2018. Enclosed is the approved SPA page and signed CMS-179 form.

If you have further questions about this SPA, please contact Margaret Kosherzenko of my staff at 215-861-4288.

Sincerely,

/S/

Francis McCullough
Associate Regional Administrator

Enclosures

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL

FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES

1. TRANSMITTAL NUMBER
1 8 — 0 2 4

2. STATE
Virginia

3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)

4. PROPOSED EFFECTIVE DATE
November 1, 2018

REGIONAL ADMINISTRATOR
CENTERS FOR MEDICARE & MEDICAID SERVICES
DEPARTMENT OF HEALTH AND HUMAN SERVICES

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 Part 440

7. FEDERAL BUDGET IMPACT
a. FFY 2019 \$ 41,758
b. FFY 2020 \$ 45,554

8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT
Attachment 4.19-B, Page 6.4.1

9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable)
Same Page

10. SUBJECT OF AMENDMENT

Update to Average Commercial Rate Calculation for Eastern Virginia Medical School

11. GOVERNOR'S REVIEW (Check One)

- GOVERNOR'S OFFICE REPORTED NO COMMENT²⁰¹⁹
- COMMENTS OF GOVERNOR'S OFFICE ENCLOSED
- NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL

OTHER, AS SPECIFIED

Secretary of Health and Human Resources

12. SIGNATURE OF STATE AGENCY OFFICIAL
[Redacted] /S/

13. TYPED NAME
Jennifer S. Lee, M.D.

14. TITLE
Director

15. DATE SUBMITTED
12/11/18

16. RETURN TO
Dept. of Medical Assistance Services
600 East Broad Street, #1300
Richmond VA 23219
Attn: Sarah Samick

FOR REGIONAL OFFICE USE ONLY

17. DATE RECEIVED
December 19, 2018

18. DATE APPROVED
January 31, 2019

PLAN APPROVED - ONE COPY ATTACHED

19. EFFECTIVE DATE OF APPROVED MATERIAL
November 1, 2018

20. SIGNATURE OF REGIONAL OFFICIAL
/S/

21. TYPED NAME
Francis McCullough

22. TITLE
Associate Regional Administrator

23. REMARKS

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State of VIRGINIA

**METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATE-
OTHER TYPES OF CARE**

- 18.5. Supplemental payments for services provided by physicians affiliated with Eastern Virginia Medical Center Physicians.
- a. In addition to payment for physician services specified elsewhere in the State Plan, DMAS provides supplemental payments to physicians affiliated with Eastern Virginia Medical Center Physicians for furnished services provided on or after October 1, 2012. A physician affiliated with Eastern Virginia Medical Center Physicians is a physician who is employed by a publicly-funded medical school that is a political subdivision of the Commonwealth of Virginia, who provides clinical services through the faculty practice plan affiliated with the publicly funded medical school, and has entered into contractual arrangements for the assignment of payment in accordance with 42 CFR 447.10.
 - b. Effective October, 1, 2012, the supplemental payment amount shall be the difference between the Medicaid payments otherwise made for physician services and 137% of the Medicare rates. The methodology for determining the Medicare Equivalent of the Average Commercial Rate is described in, Supplement 6, Attachment 4.19-B.
 - c. Effective November 1, 2018, the supplemental payment amount shall be the difference between the Medicaid payments otherwise made for physician services and 145% of the Medicare rates. The methodology for determining the Medicare Equivalent of the Average Commercial Rate is described in, Supplement 6, Attachment 4.19-B.
 - d. Supplemental payments shall be made quarterly, no later than 90 days after the end of the quarter.

TN No. <u>18-024</u>	Approval Date <u>01/31/2019</u>	Effective Date <u>11/01/18</u>
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Supersedes
TN No. 15-012