DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S2-26-12 Baltimore, Maryland 21244-1850



Center for Medicaid, CHIP, and Survey & Certification

Mr. Jason A. Helgerson, Medicaid Director Division of Health Care Access and Accountability Wisconsin Department of Health Services P.O. Box 309, Room 350 1 West Wilson Street Madison, WI 53701-0309

MAY 1 8 2010

RE: Wisconsin 09-016

Dear Mr. Helgerson:

We have reviewed the proposed amendment to Attachment 4.19-D of your Medicaid State plan submitted under transmittal number (TN) 09-016. Effective for services on or after August 1, 2009, this amendment revises reimbursement methodology for the payment of nursing facility (NF) and intermediate care facility for the mentally retarded (ICF/MR) services. Specifically, this amendment requires providers to complete a "RUGable" MDS Quarterly Assessment Form for each resident, changes the application of the Behavior and Cognitive Impairment Incentive from an incentive to an add-on to the direct care component of the NF reimbursement rate, revises the methodology for calculating the property component of the NF reimbursement rate, and increases the utilization percentage a NF must attain to receive the exceptional Medicare/Medicaid Utilization incentive.

We conducted our review of your submittal according to the statutory requirements at sections 1902(a)(2), 1902(a)(13), 1902(a)(30), and 1903(a) of the Social Security Act and the regulations at 42 CFR 447 Subpart C. We are pleased to inform you that Medicaid State plan amendment TN 09-016 is approved effective August 1, 2009. The HCFA-179 and the amended plan pages are attached.

If you have any questions, please call Todd McMillion at (608) 441-5344.

Sincerely,

Cindy Mann

Director Center for Medicaid, CHIP, and Survey & Certification (CMCS)