

Department of Health & Human Services
Centers for Medicare & Medicaid Services
61 Forsyth St., Suite 4T20
Atlanta, Georgia 30303-8909



September 7, 2010

Craigan Gray, MD, MBA, JD
Director
Division of Medical Assistance
North Carolina Department of Health and Human Services
2501 Mail Service Center
Raleigh, North Carolina 27699-2501

Attention: Teresa Smith

RE: North Carolina Title XIX State Plan Amendment, Transmittal #10-015

Dear Dr. Gray:

We have reviewed the proposed amendment to the North Carolina Medicaid State Plan that was submitted under transmittal number 10-015 and received in the Regional Office on June 11, 2010. This amendment establishes a new reimbursement methodology for Targeted Case Management (TCM) Services for Adults and Children over 5 years of Age, or on the CAP-MR/DD Waiver, With Developmental Disabilities or Traumatic Brain Injury. The rate reduction associated with this SPA separates the old Targeted Case Management Services For Children and Adults With Developmental Disabilities/Delay or Traumatic Brain Injury Manifested Prior to Age 22 or Children With Special Health Care Needs into three separate target groups, as described in the coverage portion below.

The corresponding coverage page review resulted in NC submitting and our approval of revised and new Supplement 1 to Attachment 3.1-A pages that resulted in three target groups. The three separate target groups are (1) TCM for Adults and Children over 5 years of Age, or on the CAP-MR/DD Waiver, With Developmental Disabilities or Traumatic Brain Injury; (2) (Pages 9-15) TCM for Children Less Than Five Years of Age Who Have a Diagnosed Developmental Delay or Social Emotional Disorder or Severe Chronic Disease; (3) TCM for Children Less Than Three Years of Age Who are At Risk For, or Have Been Diagnosed With, Developmental Delay/Disability or Social Emotional Disorder. The revision complies with 1902(a)(23) of the Social Security Act, and 42 CFR 441.18(a)(9) concerning separate SPAs for each target group, as well as services and provider qualifications for each.

Based on the information provided, we are pleased to inform you that Medicaid State Plan Amendment 10-015 was approved on September 3, 2010. The effective date of this amendment is July 1, 2010. We are enclosing the approved form HCFA-179 and plan page.

Dr. Craigan Gray, MD, MBA, JD
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If you have any questions or need any further assistance, please contact Yvette Moore (financial) at (404) 562-7327 and Elaine Elmore (coverage) at (404) 562-7408.

Sincerely,

/s/

Jackie Glaze
Associate Regional Administrator
Division of Medicaid & Children's Health Operations

Enclosures