

DEPARTMENT OF HEALTH & HUMAN SERVICES  
Centers for Medicare & Medicaid Services  
Dallas Regional Office  
1301 Young Street, Suite 833  
Dallas, Texas 75202



**DIVISION OF MEDICAID & CHILDREN'S HEALTH - REGION VI**

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May 16, 2013

Our Reference: SPA-AR-13-04

Dr. Andrew Allison  
State Medicaid Director  
Arkansas Department of Health and Human Services  
P.O. Box 1437  
Little Rock, Arkansas 72203

Dear Dr. Allison:

We have reviewed the proposed amendment to your Medicaid State Plan submitted under Transmittal Number 13-04. Effective July 1, 2013, this State plan amendment changes Medicaid Reimbursement for Inpatient and Outpatient Hospital Services Covered by Medicare Part A and Medicare Part B Programs. Effective for all claims and claim adjustments with dates of service on and after July 1, 2013, the Division of Medical Services (DMS) will implement Medicaid reimbursement for Medicare Part A and Part B coinsurance and deductibles related to inpatient and outpatient hospital services to the lesser of the Medicaid allowed amount minus the Medicare payment or the sum of the Medicare coinsurance and deductible. If the Medicaid allowed amount minus the Medicare paid amount is zero or a negative number, Medicaid's reimbursement will be zero.

Transmittal Number 13-04 is approved with an effective date of July 1, 2013, as requested. A copy of the HCFA-179, Transmittal No. 13-04 dated March 15, 2013 is enclosed along with the approved plan pages.

If you have any questions, please contact Stacey Shuman at (214) 767-6479.

Sincerely,

Bill Brooks  
Associate Regional Administrator  
Division of Medicaid and Children's Health

Enclosure