



MAY 29 2013

Charles M. Palmer, Director
Iowa Department of Human Services
1305 East Walnut, 5th Floor
Des Moines, Iowa 50319-0114

RE: Iowa State Plan Amendment TN: 12-020

Dear Mr. Palmer:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State plan submitted under transmittal number (TN) 12-020. This amendment establishes a disproportionate share hospital payment pool for rural prospective hospitals that are not critical access hospitals. The nonfederal share of the DSH payments will be provided via voluntary intergovernmental transfer from city and county governments. For SFY 2013, one hospital, Keokuk Area Hospital, qualifies for payment. The hospital will receive a DSH payment of \$494,927.

We conducted our review of your submittal according to the statutory requirements at sections 1902(a)(2), 1902(a)(13), 1902(a)(30), 1903(a) and 1923 of the Social Security Act and the implementing Federal regulations at 42 CFR 447 Subpart C. This is to inform you that Medicaid State plan amendment 12-020 is approved effective July 1, 2012. We are enclosing the HCFA-179 and the amended plan pages.

If you have any questions, please call Tim Weidler at (816) 426-6429.

Sincerely,

A handwritten signature in black ink, which appears to read "Cindy Mann". The signature is written in a cursive, flowing style.

Cindy Mann
Director

Enclosures