

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

Ms. Julie Hamos, Director  
Illinois Department of Health Care and Family Services  
201 South Grand Avenue East  
Springfield, Illinois 62763-0002

JUL 1 2 2010

RE: Illinois 07-11

Dear Ms. Hamos:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State plan submitted under transmittal number (TN) 07-11. Effective for services on or after July 1, 2007, this amendment proposes to modify methods and standards for setting payment rates for inpatient hospital services. Specifically, this amendment would give certain general acute care hospitals the choice of being reimbursed for inpatient services under the current average payment rate methodology or at the Federal/regional blended rate per discharge used by the Medicare program.

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. We are pleased to inform you that Medicaid State plan amendment 07-11 is approved effective July 1, 2007. We are enclosing the HCFA-179 and the amended plan pages.

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

Sincerely,

8 Cindy Mann  
Director  
Center for Medicaid, CHIP, and Survey & Certification