

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 and CHIP Services

Ms. Julie Hamos, Director
Illinois Department of Healthcare and Family Services
Prescott E Bloom Building
201 South Grand Avenue East
Springfield IL 62763-0002

APR - 3 2012

RE: TN 10-007

Dear Ms. Hamos:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State plan submitted under transmittal number (TN) 10-007. Effective for services on or after October 1, 2010, this amendment revises methodology for making payments for inpatient hospital services. Specifically, this amendment proposes to revise methodology for calculating DSH payments for large public hospitals; revise alternate payment methodology to government-owned or operated hospitals. Additionally, this amendment proposes a revision to the obstetrician requirement for purposes of eligibility for DSH payments. Specifically, this amendment proposes to re-define the term "obstetrician", for hospitals located in a rural area.

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 implementing Federal regulations at 42 CFR 447 Subpart C. We hereby inform you that Medicaid State plan amendment 10-007 is approved effective October 1, 2010. 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,

A handwritten signature in black ink that reads "Cindy Mann". The signature is written in a cursive, flowing style.

Cindy Mann,
Director, CMCS