

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
JFK Federal Building, Government Center
Room 2275
Boston, Massachusetts 02203



Division of Medicaid and Children's Health Operations / Boston Regional Office

June 16, 2013

Mary Mayhew, Commissioner
Department of Health and Human Services
11 State House Station
Augusta, Maine 04333-0011

RE: Maine 12-011

Dear Commissioner Mayhew:

We are now ready to approve State Plan Amendment (SPA) No. 12-011; attached you will find an approved copy of the SPA. As requested, this SPA is effective July 1, 2012.

This SPA amends the State's approved Title XIX State Plan to revise policies related to outpatient hospital reimbursement. This SPA implements Ambulatory Patient Classification (APC) based reimbursement, rather than a cost-based methodology, for non-critical access hospitals effective July 1, 2012. This SPA incorporates Medicare methodology and payment rates as the basis for reimbursement; APC rate calculation was performed to ensure budget neutrality.

If you have any questions regarding this SPA, please contact Kathryn Holt, Maine State Lead, at 617/565-1246, or at kathryn.holt@cms.hhs.gov.

Sincerely,

/s/

Richard R. McGreal
Associate Regional Administrator

cc: Stefanie Nadeau, Director, Office of Maine Care Services