Department of Health & Human Services Centers for Medicare & Medicaid Services 61 Forsyth St., Suite 4T20 Atlanta, Georgia 30303-8909



March 9, 2012

Craigan Gray, MD, MBA, JD
Director
Division of Medical Assistance
North Carolina Department of Health and Human Services
2501 Mail Service Center
Raleigh, North Carolina 27699-2501

Attention: Teresa Smith

RE: North Carolina Title XIX State Plan Amendment, Transmittal #11-034

Dear Dr. Gray:

We have reviewed the proposed amendment to the North Carolina Medicaid State Plan that was submitted under transmittal number 11-034 and received in the Atlanta Regional Office on August 4, 2011.

This amendment is required due to the State administrative decision to adjust the supplemental pages for rehabilitation services. The State Plan change is to adjust the state fiscal year (SFY) 2012 rates by a negative 2.65 percent to yield a 12 month 2 percent reduction in the 8 remaining months (November -June) of this SFY. For SFY 2013, the rates will be adjusted such that they will equal 98 percent of the rate in effect July 1, 2011.

Based on the information provided, we are pleased to inform you that Medicaid State Plan Amendment 11-034 was approved on March 5, 2012. The effective date of this amendment is November 1, 2011. We are enclosing the approved form HCFA-179 and plan pages.

If you have any questions or need any further assistance, please contact Yvette Moore at (404) 562-7327.

Sincerely,

Jackie Glaze

Associate Regional Administrator

Jackie Blaze

Division of Medicaid & Children's Health Operations

Enclosures