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

MAR - 2 2012

Vivianne M. Chaumont, Director Division of Medicaid and Long-Term Care Nebraska Department of Health and Human Services 301 Centennial Mall South Lincoln, Nebraska 68509

RE: Nebraska State Plan Amendment TN: 11-16

Dear Ms. Chaumont:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State plan submitted under transmittal number (TN) 11-16. Effective April 1, 2011, this amendment modifies the Disproportionate Share Hospital (DSH) payment methodology to comply with the DSH Auditing and Reporting final rule that became effective on January 19, 2009. Provisions are being added to allow for a recoupment and redistribution process for any DSH overpayments identified during the DSH audit.

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), 1923, and 1932(b)(2)(C) 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 11-16 is approved effective April 1, 2011. 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,

Cindy Mann

Director, CMCS

Enclosures