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State/Territory Name: New Mexico

State Plan Amendment (SPA) #: 18-001

This file contains the following documents in the order listed:

- 1) Approval Letter
- 2) CMS 179 Form
- 3) Approved Page

DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services Dallas Regional Office 1301 Young Street, Suite 833 Dallas, Texas 75202



DIVISION OF MEDICAID & CHILDREN'S HEALTH - REGION VI

May 11, 2018

Our Reference: SPA NM 18-0001

Ms. Nancy Smith-Leslie, Director Medical Assistance Division New Mexico Department of Human Services P.O. Box 2348 Santa Fe, New Mexico 87504

Dear Ms. Smith-Leslie,

We have reviewed the State's proposed amendment to your Medicaid State Plan submitted under Transmittal Number (TN) 18-0001, dated February 28, 2018. This plan amendment purposes to reduce New Mexico's home equity limits for Medicaid coverage of long-term services and supports (LTSS) from \$858,000 (the maximum amount permitted under law) to \$572,000 (the minimum amount permitted under law).

During review of this SPA, it became clear that New Mexico sought to grandfather in the prior home equity limit of \$858,000 for any individual who was eligible for Medicaid coverage of LTSS as of February 28, 2018, and to impose against those who apply for LTSS coverage beginning March 1, 2018 the new home equity standard of \$572,000. While generally requiring two different benefit standards to similarly situated residents is inconsistent with the Medicaid comparability requirement described at section 1902(a)(10)(B) of the Social Security Act (the Act), under which states must provide benefits that are comparable for all beneficiaries with regard to amount, duration and scope, the statutory language describing the home equity limits, at section 1917(f)(1)(B) of the Act, specifically provides for the non-application of the benefit comparability requirement. As such, we are able to approve this SPA.

Based on the information submitted, we have approved the amendment for incorporation into the official New Mexico State Plan with an effective date of March 1, 2018, as requested. A copy of the CMS-179 and the approved plan pages are included with this letter.

If you have any questions please contact Ford Blunt of my staff. Mr. Blunt may be reached at (214) 767-6381 or by e-mail at Ford.Blunt@cms.hhs.gov.

Sincerely.

Bill Brooks Associate Regional Administrator

Cc: Jennifer Mondragon

TRANSMITTAL AND NOTICE OF APPROVAL OF		2. STATE
STATE PLAN MATERIAL	18 - 001	New Mexico
FOR: HEALTH CARE FINANCING ADMINISTRATION	3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)	
TO: REGIONAL ADMINISTRATOR	4. PROPOSED EFFECTIVE DATE	
HEALTH CARE FINANCING ADMINISTRATION	***************************************	
DEPARTMENT OF HEALTH AND HUMAN SERVICES 5. TYPE OF PLAN MATERIAL (Check One):	March 1, 2018	
NEW STATE PLAN AMENDMENT TO BE CONSIDERED AS NEW PLAN X AMENDMENT COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate Transmittal for each amendment)		
6. FEDERAL STATUTE/REGULATION CITATION:	ENDMENT (Separate Transmittal for each amendment) 7. FEDERAL BUDGET IMPACT:	
6.1 EDERGE STATUTE/REGULATION CITATION.	7. FEDERAL BUDGET IMPACT:	
Social Security Act 1917(f)	for FFY 2018: \$0 (no impact)	
	for FFY 2019: \$0 (no impact)	
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:	9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION	
Supplement 17 to attachment 2.6. A	OR ATTACHMENT (If Applicable):	:
Supplement 17 to attachment 2.6-A Page 1	Supplement 17 to attachment 2.6-A	
Tugo I	Page 1	
10. SUBJECT OF AMENDMENT:		
Change to disqualification for long-term care assistance for indi-	ividuals with substantial home equity.	
11. GOVERNOR'S REVIEW (Check One):		
GOVERNOR'S OFFICE REPORTED NO COMMENT	X OTHER, AS SPECI	FIED: Authority
COMMENTS OF GOVERNOR'S OFFICE ENCLOSED	Delegated to the Med	licaid Director.
NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL		
12. SIGNATURE OF STATE AGENCY OFFICIAL:	16. RETURN TO:	
13. TXPED NAME: Nancy Smith-Leslie	Nancy Smith-Leslie, Director Medical Assistance Division	
14. TITLE: Director, Medical Assistance Division	P.O. Box 2348	
	Santa Fe, NM 87504 – 2348	
15. DATE SUBMITTED: FOR REGIONAL OFFICE USE ONLY		
17 DATE DECEIVED.	18 DATE APPROVED:	
Febluary 28, 2018	May 11, 20	18
PLAN APPROVED – ONE COPY ATTACHED		
19. EFFECTIVE DATE OF APPROVED MATERIAL: March 1, 2018	20	
21. TYPED NAME: Bill Brooks	22. TITLE:	
Bill Diooks	Division of Medicaid and C	Children's Health
23. REMARKS:		

SUPPLEMENT 17 TO ATTACHMENT 2.6-A Page 1

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State:	NEW MEXICO
	DISQUALIFICATION FOR LONG-TERM CARE ASSISTANCE FOR INDIVIDUALS WITH
	SUBSTANTIAL HOME EQUITY
1917(f)	The State agency denies reimbursement for nursing facility services and other long-terr care services covered under the State plan for an individual who does not have a spouse, child under 21 or adult disabled child residing in the individual's home, when the individual's equity interest in the home exceeds the following amount:
	X \$500,000 (increased by the annual percentage increase in the urban component of the consumer price index beginning with 2011, rounded to the nearest \$1,000).
	An amount that exceeds \$500,000 but does not exceed \$750,000 (increased by the annual percentage in the urban component of the consumer price index beginning with 2011, rounded to the nearest \$1,000).
	The amount chosen by the State is
	This higher standard applies statewide.
	This higher standard does not apply statewide. It only applies in the following areas of the State:
	This higher standard applies to all eligibility groups.
	This higher standard only applies to the following eligibility groups:
	The State has a process under which this limitation will be waived in cases of undue hardship.

TN No. 18-0001 Supersedes TN No. 08-09

Approval Date 5-11-18 Effective Date 3-01-18

State: New Mexico

Date Received: 02-28-18
Date Approved: 05-11-18
Date Effective: 03-01-18
Transmital Number: 18-0001