

NOV 0 7 2013

Ms. Beverly D. Mackereth, Secretary Commonwealth of Pennsylvania Department of Public Welfare Office of Medical Assistance Programs PO Box 8046 Harrisburg, PA 17105

RE: State Plan Amendment 13-021

Dear Ms. Mackereth:

We have reviewed the proposed amendment to Attachment 4.19-D of the Pennsylvania State plan submitted under transmittal number (TN) 13-021. This amendment modifies the State's methods and standards for setting public nursing facility (NF) payment rates. Specifically, this amendment continues the use of a budget adjustment factor and establishes the factor for setting rates for the 2013/2014 rate year.

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 (the Act) and the regulations at 42 CFR 447 Subpart C. We are approving Pennsylvania State plan amendment 13-021 effective July 1, 2013. The approved HCFA-179 and the amended state plan pages are enclosed.

If you have any questions, please call Gary Knight on (304) 347-5723.

Sincerely,

Cindy Mann

Director

Enclosures