Table of Contents

State/Territory Name: CA

State Plan Amendment (SPA) #: 21-0048

This file contains the following documents in the order listed:

- 1) Approval Letter
- 2) Summary Form (with 179-like data)
- 3) Approved SPA Pages

DEPARTMENT OF HEALTH & HUMAN SERVICES

Centers for Medicare & Medicaid Services Center for Medicaid & CHIP Services 233 North Michigan Ave., Suite 600 Chicago, Illinois 60601



Financial Management Group

December 16, 2021

Jacey Cooper Chief Deputy Director, Health Care Programs California Department of Health Care Services P.O. Box 997413, MS 0000 Sacramento, CA 95899-7413

RE: TN 21-0048

Dear Ms. Cooper:

We have reviewed the proposed California State Plan Amendment (SPA) to Attachment 4.19-B, CA-21-0048, which was submitted to the Centers for Medicare & Medicaid Services (CMS) on September 29, 2021. This SPA, effective July 1, 2021, establishes reimbursement rates for services offered by covered providers of 1905(a)(5)(A), 1905(a)(6), 1905(a)(17), and 1905(a)(21) services when delivered via remote patient monitoring.

Based upon the information provided by the State, we have approved the amendment with an effective date of January 1, 2022. We are enclosing the approved CMS-179 and a copy of the new state plan pages.

If you have any additional questions or need further assistance, please contact Blake Holt at 303-844-6218 or blake.holt@cms.hhs.gov.

Sincerely,

Todd McMillion Director Division of Reimbursement Review

Enclosures

CENTERS FOR MEDICARE & MEDICAID SERVICES	1. TRANSMITTAL NUMBER	2. STATE	
TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES	<u>2 1 — 0 0 48</u>	California	
	3. PROGRAM IDENTIFICATION:		
	TITLE XIX OF THE SOCIAL SECURITY ACT		
TO: REGIONAL ADMINISTRATOR	4. PROPOSED EFFECTIVE DATE		
CENTERS FOR MEDICARE & MEDICAID SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES	July 1, 2021		
5. TYPE OF PLAN MATERIAL (Check One)			
■ NEW STATE PLAN			
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate transmittal for each amendment)			
6. FEDERAL STATUTE/REGULATION CITATION	7. FEDERAL BUDGET IMPACT	4 (in thousands)	
Title 42 CFR 447 Subpart F	a. FFY 2021 \$ 66 b. FFY 2022 \$ 2.7	<u>723 (in thousands)</u>	
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT	9. PAGE NUMBER OF THE SUPERSED	DED PLAN SECTION	
Attachment 4.19-B page 3L	OR ATTACHMENT (If Applicable)		
	N/A		
10. SUBJECT OF AMENDMENT			
Establish Medi-Cal Fee-For-Service (FFS) reimbursement rates for Remote Patient Monitoring telehealth			
services.			
11. GOVERNOR'S REVIEW (Check One)			
☐ GOVERNOR'S OFFICE REPORTED NO COMMENT ■ OTHER, AS SPECIFIED			
COMMENTS OF GOVERNOR'S OFFICE ENCLOSED			
☐ NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL			
12. SIGNATURE OF STATE AGENCY OFFICIAL 16	S. RETURN TO		
D	epartment of Health Care Services		
13. TYPED NAME	n: Director's Office		
	O. Box 997413, MS 0000		
14. TITLE S	cramento, CA 95899-7413		
State Medicaid Director			
15. DATE SUBMITTED September 29, 2021			
FOR REGIONAL OFFICE USE ONLY			
17. DATE RECEIVED 18	. DATE APPROVED		
September 29, 2021	December 16, 2021		
PLAN APPROVED - ONE COPY ATTACHED			
	SIGNATURE OF REGIONAL OFFICIAL		
July 1, 2021			
21. TYPED NAME	TITLE		
Todd McMillion	Director, Division of Reimbursement Rev	iew	
23. REMARKS			
For Box 11 "Other, As Specified," Please note: The Governor's Office does not wish to review the State			
Plan Amendment.			

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT STATE: California

REIMBURSEMENT METHODOLOGY FOR TELEHEALTH SERVICES DELIVERED VIA REMOTE PATIENT MONITORING

- The reimbursement rates for physician services and services by other licensed practitioners described in Sections 1905(a)(5)(A), 1905(a)(6), 1905(a)(17), and 1905(a)(21) of the Act, and as described in State Plan Attachments 3.1-A and 3.1-B, delivered via remote patient monitoring will be calculated by the Department of Health Care Services (DHCS) using the following methodology:
 - a. For dates of service on or after July 1, 2021, the reimbursement rates for services delivered via remote patient monitoring are established at the lowest of the following:
 - i. the amount billed,
 - ii. the charge to the general public, or
 - iii. 80 percent of the corresponding Medicare 2021 Physician Fee Schedule rates for the same or similar service.
 - b. The ten percent payment reduction, described in paragraph (13) on page 3.3 of this Attachment, shall apply to reimbursement for services delivered via remote patient monitoring as described in this section.
 - c. The DHCS fee schedule rates are set as of July 1, 2021 and are effective for services provided on or after that date. All Medi-Cal Fee-For-Service rates for services delivered via remote patient monitoring are published at: https://files.medi-cal.ca.gov/rates/rateshome.aspx.

TN: 21-0048 Supersedes

Approval Date: 12/16/2021 TN: NEW Effective Date: July 1, 2021