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State/Territory Name: CO

State Plan Amendment (SPA) CO: 22-0033

This file contains the following documents in the order listed:

- 1) Approval Letter
- 2) CMS 179 Form/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 15, 2022

Bettina Schneider, Chief Financial Officer Attn: Amy Winterfeld Colorado Department of Health Care Policy and Financing 1570 Grant Street Denver, CO 80203-1818

RE: Colorado State Plan Amendment (SPA) Transmittal Number 22-0033

Dear Ms. Schneider:

We have reviewed the proposed Colorado State Plan Amendment (SPA) to Attachment 4.19-B of your state plan, which was submitted to the Centers for Medicare & Medicaid Services (CMS) on September 27, 2022. This plan amendment carves select outpatient hospital opioid antagonist drugs, which are otherwise compensated through the Enhanced Ambulatory Patient Groups (EAPG) payment methodology, out of the EAPG methodology and reimburses them at the lower of billed charges or the fee schedule rate.

Based upon the information provided by the State, we have approved the amendment with an effective date of July 08, 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 LaJoshica (Josh) Smith via 214-767-6453 or lajoshica.smith@cms.hhs.gov.

Sincerely,

Discours

Director
Division of Reimbursement Review

Enclosures

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES TO: CENTER DIRECTOR CENTERS FOR MEDICAID & CHIP SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES 5. FEDERAL STATUTE/REGULATION CITATION Social Security Act, Section 1905(a)(2)(A) / 42 CFR 440.20 7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT Attachment 4.19-B: Methods and Standards for Establishing Payment Rates Other Types of Care 2a. Outpatient Hospital Services Page 2d of 6	1. TRANSMITTAL NUMBER 2 2 — 0 0 3 3 3. PROGRAM IDENTIFICATION: TITLE OF THE SOCIAL SECURITY ACT 3. PROPOSED EFFECTIVE DATE July 8, 2022 6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars) a FFY 2022 \$ 57,455 b. FFY 2023 \$ 246,718 8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable) Attachment 4.19-B: Methods and Standards for Establishing Payment Rates Other Types of Care 2a. Outpatient Hospital Services Page 2d of 6 (TN CO-21-0040)
9. SUBJECT OF AMENDMENT Carve select outpatient hospital opioid antagonist drugs, which are otherwise compensated through the Enhanced Ambulatory Patient Groups (EAPG) payment methodology, out of the EAPG methodology and instead reimburse them at the lower of billed charges or the fee schedule rate. 10. GOVERNOR'S REVIEW (Check One) GOVERNOR'S OFFICE REPORTED NO COMMENT COMMENTS OF GOVERNOR'S OFFICE ENCLOSED NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL	
OFFICIAL 1	5. RETURN TO
1	colorado Department of Health Care Policy and Financing 570 Grant Street
12 TVDED NAME	Penver, CO 80203-1818
13. TITLE Chief Financial Officer	ttn: Amy Winterfeld
14. DATE SUBMITTED	
FOR CMP US	DE ONLY
16. DATE RECEIVED 1	7. DATE APPROVED
September 27, 2022	December 15, 2022
PLAN APPROVED - ONE COPY ATTACHED	
18. EFFECTIVE DATE OF APPROVED MATERIAL July 8, 2022	OFFICIAL
20. TYPED NAME OF APPROVING OFFICIAL 2	1. TITLE OF APPROVING OFFICIAL
Todd McMillion	Director, Division of Reimbursement Review
22. REMARKS	

TITLE XIX OF THE SOCIAL SECURITY ACT MEDICAL ASSISTANCE PROGRAM

STATE OF COLORADO

ATTACHMENT 4.19B Page 2d of 6

METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES – OTHER TYPES OF CARE 2a. OUTPATIENT HOSPITAL SERVICES (continued)

- a. Outpatient nuclear medicine/computerized tomography scans shall be reimbursed under the EAPG methodology.
- b. Any service not listed here is reimbursed under the existing state plan methodology elsewhere in this section.
- 2. Effective August 11, 2018, for services meeting the criteria of selected Outpatient Hospital Physician Administered Drugs, as defined by the list of drugs included in the Colorado Department of Health Care Policy and Financing's billing manual accessed through the Department's web site, that would have otherwise been compensated through the EAPG methodology, a hospital must submit a request for authorization to the Department prior to administration of the drug. If the request is approved and the drug is administered to the patient, then the hospital must submit an invoice showing the actual acquisition cost of the drug before payment will be rendered by the Department. The Department will pay the provider 72% of the net invoice cost.
- 3. Effective July 8, 2022, payments for select Outpatient Hospital Opioid Antagonist Drugs that would have otherwise been compensated through the EAPG methodology are reimbursed at either the lower of billed charges or the fee schedule rate posted on the Department's website at https://hcpf.colorado.gov/provider-rates-fee-schedule.

4-6. These sections are reserved for future use.

Approval Date December 15, 2022

Supersedes TN No. 21-0040

TN No. 22-0033

Effective Date <u>07/08/2022</u>