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State/Territory Name: Kansas

State Plan Amendment (SPA) #: 20-0009

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

June 4, 2020

Adam Proffitt, State Medicaid Director Kansas Department of Health and Environment Division of Health Care Finance Landon State Office Building 900 SW Jackson, Suite 900 N Topeka, KS 66612-1220

RE: TN 20-0009

Dear Mr. Proffitt:

We have reviewed the proposed Kansas State Plan Amendment (SPA) to Attachment 4.19-B, KS-20-0009, which was submitted to the Centers for Medicare & Medicaid Services (CMS) on May 7, 2020. This plan amendment replaces manual pricing rules with a fee schedule of reimbursement codes for Total Parental Nutrition (TPN).

Based upon the information provided by the State, we have approved the amendment with an effective date of May 1, 2020. 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 (415) 744-3754 or blake.holt@cms.hhs.gov.

Sincerely,

Todd McMillion Director Division of Reimbursement Review

Enclosures

DEPARTMENT	OF HEALTH .	AND HUMAN	Ŋ SERVICES
CENTERS FOR	MEDICARE &	MEDICAID	SERVICES

FORM APPROVED

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL	1. TRANSMITTAL NUMBER: KS 20-0009	2. STATE Kansas			
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES	3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)				
TO: REGIONAL ADMINISTRATOR CENTERS FOR MEDICARE & MEDICAID SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES	4. PROPOSED EFFECTIVE DATE May 1, 2020				
5. TYPE OF PLAN MATERIAL (Check One)					
☐ NEW STATE PLAN ☐ AMENDMENT TO BE CONSIDERED AS NEW PLAN ☐ AMENDMENT					
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate Transmittal for each amendment)					
6. FEDERAL STATUTE/REGULATION CITATION 42 CFR §447.201	7. FEDERAL BUDGET IMPACT a. FFY 2020 \$-304.00 b. FFY 2021 \$-230.00				
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT	9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable)				
Attachment 4.19-B #12c	Attachment 4.19-B #12c				
10. SUBJECT OF AMENDMENT The state will replace manual pricing rules with a fee schedule of reimbursement codes for Total Parenteral Nutrition (TPN).					
11. 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	X OTHER, AS SPECIFIED: Adam Proffitt is the Governor's Designee				
12. SIGNATURE OF STATE AGENCY OFFICIAL	16. RETURN TO Adam Proffitt, State Medicaid Director				
13. TYPED NAME	KDHE, Division of Health Care Finance Landon State Office Building				
Adam Proffitt	900 SW Jackson, Room 900-N Topeka, KS 66612-1220				
14. TITLE State Medicaid Director					
15. DATE SUBMITTED May 7, 2020					
FOR REGIONAL OFFICE USE ONLY					
17. DATE RECEIVED	18. DATE APPROVED 6/4/2020				
PLAN APPROVED – ONE COPY ATTACHED					
19. EFFECTIVE DATE OF APPROVED MATERIAL 5/1/2020	20. SIGNATURE OF REGIONAL OFFIC	IAL			
21. TYPED NAME	22. TITLE				
Todd McMillion	Director, Division of Reimbursement Review				
23. REMARKS					

KANSAS MEDICAID STATE PLAN

Attachment 4.19B #12c

Methods and Standards for Establishing Payment Rates

Durable Medical Equipment, Prosthetics, Orthotics, and Supplies (DMEPOS)

- (1) To satisfy the statute at 1903(i)(27) of the Social Security Act, if the item of DMEPOS is covered by Medicare, the Medicaid fee will be 65% of the Non-Rural Medicare fee schedule. State Only Funds will be used when access issues arise.
- (2) For items of DMEPOS not paid at the Medicare fee, the fee will be set by the State Medicaid agency and will be determined from pricing information gathered from providers, manufacturers, surveys of the Medicaid fees for other states, survey information from national fee analyzers, or other relevant feerelated information.
- (3) Manual pricing is reasonable when one procedure code covers a broad range of items with a broad range of costs, since a single fee may not be a reasonable fee for all items covered under the procedure code, resulting in access-to-care issues. Examples include 1) procedure codes with a description of "not otherwise specified," "unclassified," or "other miscellaneous;" and 2) procedure codes covering customized items.
- (4) The Medicaid fees for oxygen equipment, oxygen, and oxygen-related supplies will be 65% of the Non-Rural Medicare fee schedule, as stated in Section (1), for the same procedure code.
- (5) Except as otherwise noted in the plan, state developed fee schedule rates are the same for both governmental and private providers for the above services. The agency's fee schedule rate was set as of January 1, 2019 and is effective for services provided on or after that date. The agency's established fee schedule rates are published on the agency's website at https://www.kmap-state ks.us/Provider/PRICING/RefCode.asp

When the user is on the landing page of the above link, select the link <u>Download Fee Schedules</u>. This link will take the user to a page titled "Reference Copyright Notice." Scroll to the bottom of the page and click on the word "Accept" to access the fee schedule. The next page that appears is titled "KMAP Fee Schedules."

To access a fee schedule:

- a. Select the program from the drop-down list -TXIX;
- b. Choose the type of rates Medicaid;
- c. After choosing the rate type, the user will see a list of the current and historical versions of the corresponding schedule;
- d. Click the schedule TXIX.
- (6) Except as otherwise noted in the plan, state developed fee schedule rates are the same for both governmental and private providers for the Total Parenteral Nutrition (TPN) solutions. The agency's fee schedule rate was set as of May 1, 2020 and is effective for TPN solutions provided on or after that date. The agency's established fee schedule rates are published on the agency's website at https://www.kmap-state-ks.us/Provider/PRICING/RefCode.asp

KANSAS MEDICAID STATE PLAN

Attachment 4.19B #12c.1

Methods and Standards for Establishing Payment Rates

Durable Medical Equipment, Prosthetics, Orthotics, and Supplies (DMEPOS)

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