DEPARTMENT OF HEALTH & HUMAN SERVICES

Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S2-26-12 Baltimore, Maryland 21244-1850



December 21, 2021

Dave Richard
Deputy Secretary, NC Medicaid
North Carolina Department of Health and Human Services
2501 Mail Service Center
Raleigh, NC 27699-2501

Re: North Carolina State Plan Amendment (SPA) 21-0014

Dear Mr. Richard:

We have reviewed the proposed amendment to add section 7.4.A. Rescissions to the State's Disaster Relief Policies for the COVID-19 National Emergency to North Carolina's Medicaid state plan, as submitted under transmittal number (TN) 21-0014. This amendment proposes to rescind a temporary rate increase for inpatient hospital services as approved under Medicaid SPA TN 20-0009.

We conducted our review of your submittal according to the statutory requirements at section 1902(a) of the Social Security Act and implementing regulations. Section 7.4 of the Medicaid state plan provides temporary authority for these provisions and is intended to be in effect only for the duration of the COVID-19 public health emergency. Due to the temporary nature of this provision, Medicaid SPA TN 21-0014 is approved effective July 1, 2021.

Enclosed is a copy of the CMS-179 summary form and the approved state plan page.

If you have any questions regarding this amendment, please contact William Pak at (404) 562-7407 or via email at William.Pak@cms.hhs.gov.

Sincerely,

Alissa M. Deboy -S Digitally signed by Alissa M. Deboy -S Date: 2021.12.21 12:52:03 -05'00'

Alissa Mooney DeBoy On Behalf of Anne Marie Costello, Deputy Director Center for Medicaid and CHIP Services

7.4.A. Rescissions to the State's Disaster Relief Policies for the COVID-19 National Emergency

Effective July 1, 2021, the agency rescinds the temporary election applied under Session Law 2020-4 (house Bill 1043) and amended by Session Law 2021-3 (House Bill 196) for inpatient hospital services for North Carolina PHE Disaster SPA 20-0009.

This amendment discontinues a subset of the temporary COVID-19 5% legislative rate increase effective 7/1/2021. Hospital inpatient rate methodology will be implemented as outlined in CMS approved SPA 21-0004.