Table of Contents

State/Territory Name: North Carolina

State Plan Amendment (SPA) #: NC-23-0006

This file contains the following documents in the order listed:

- 1) Approval Letter
- 2) CMS 179 Form/Summary Form
- 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 6, 2023

Jay Ludlam Assistant Secretary for Medicaid Office of the Assistant Secretary for Medicaid Department of Health and Human Services 2501 Mail Service Center Raleigh, NC 27699-20014

RE: NC-23-0006

Dear Assistant Secretary Ludlam,

We have reviewed the proposed North Carolina State Plan Amendment (SPA) to Attachment 4.19-B, Section 13, Page 15 which was submitted to the Centers for Medicare & Medicaid Services (CMS) on March 10, 2023. This State Plan change will allow Medicaid to reimburse for Opioid Treatment Program (OTP) services provided to individuals with an Opioid Use Disorder. OTP services are being revised to allow for a bundled payment consistent with Medicare rates that utilizes an integrated service model that includes medication, medication administration, counseling, laboratory tests and case management services.

Based upon the information provided by the State, we have approved the amendment with an effective date of April 1, 2023. 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 Ysabel Gavino at maria.gavino@cms.hhs.gov

Sincerely,

Todd McMillion
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 1905(a)(29)	1. TRANSMITTAL NUMBER 2 3 — 0 0 0 6 NC 3. PROGRAM IDENTIFICATION: TITLE OF THE SOCIAL SECURITY ACT XIX XXI 4. PROPOSED EFFECTIVE DATE April 01, 2023 6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars) a FFY 23 \$ 6,060,045 b. FFY 24 \$ 10,854,059
7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT Attachment 4.19-B, Section 13, Page 15 and Attachment 3.1-A.1, Page 15a.9	8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable) Attachment 4.19-B, Section 13, Page 15 and Attachment 3.1-A.1, Page 15a.9
9. SUBJECT OF AMENDMENT Opioid Treatment Program (OTP)	
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	
12 TYPED NAME	15. RETURN TO Office of the Assistant Secretary for Medicaid Department of Health and Human Services
Ia\/ I IIdiam	2501 Mail Service Center Raleigh, NC 27699-20014
FOR CMS U	JSE ONLY
	17. DATE APPROVED
03/10/2023	June 6, 2023
PLAN APPROVED - ONE COPY ATTACHED 18 SEEECTIVE DATE OF APPROVED MATERIAL 19 SECONATURE OF APPROVING OFFICIAL	
18. EFFECTIVE DATE OF APPROVED MATERIAL April 01, 2023	19. SIGNATURE OF APPROVING OFFICIAL
20. TYPED NAME OF APPROVING OFFICIAL Todd McMillion	21. TITLE OF APPROVING OFFICIAL Director, Division of Reimbursement Review
22. REMARKS Pen and Ink change approved by State of NC on May 9, 2023 and processed by CMS on the following fields: CMS 179 Box 7: removed "and Attachment 3.1-A.1, Page 15a.9" Box 8: removed "and Attachment 3.1-A.1, Page 15a.9"	

MEDICAL ASSISTANCE State: North Carolina

PAYMENTS FOR MEDICAL AND REMEDIAL CARE AND SERVICE

15) Opioid Treatment Program (OTP) (H0020)

Except as otherwise noted in the plan, state-developed fee schedule rates are the same for both governmental and private providers of Opioid Treatment. OTP services are provided by an RN, LPN, Pharmacist or MD. Services and therapies offered include: individualized assessment and treatment, person-centered and recovery focused treatment planning; individual, group, and family therapy, and counseling; medical monitoring, medication administration and preparation and distribution of take-home medications; presumptive drug screens and definitive drug tests; laboratory and diagnostic tests (pregnancy testing, tuberculosis testing); psychoeducation, and coordination of on and off-site treatment, recovery support, and medical services.

The service bundle payment unit is a weekly rate. Behavioral health providers enrolled with NC Medicaid as an Opioid Treatment Program Provider may bill the bundled service. Any provider delivering Opioid Treatment Program services through a bundle will be paid through the bundle payment rate and cannot bill separately. Medicaid Opioid Treatment Program Providers delivering separate services outside of the bundle may bill for services in accordance with the state's Medicaid billing procedures. At least one of the services included in the bundle must be provided within the weekly service payment unit to bill the bundled rate.

The agency's fee schedule rate of \$221.88 per week was set as of April 1, 2023 and is effective for services provided on or after that date. The fee schedule is published on the agency's website at https://ncdhhs.servicenowservices.com/fee schedules.

This service will be provided by direct enrolled Medicaid providers who may be either private or governmental. This service is not cost settled for any provider.

I.H.S. (Indian Health Services) shall be reimbursed at the federally established OMB/AIR (all Inclusive rate) outpatient rate for OTP Program services.

NC Medicaid is not reimbursing room and board for this service. The State will periodically monitor the actual provision of services paid under a bundled rate through the PHPs and PIHPs to ensure that beneficiaries receive the types, quantity, and intensity of services required to meet their medical needs and to ensure that the rates remain economic and efficient based on the services that are provided as part of the bundle.

TN No: 23-0006
Supersedes Approval Date: June 6, 2023 Effective Date: 04/01/2023

TN No: <u>14-032</u>