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State/Territory Name: New Jersey

State Plan Amendment (SPA) #: 20-0019

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



Financial Management Group

March 4, 2021

Jennifer Jacobs Assistant Commissioner Department of Human Services Division of Medical Assistance and Health Services State of New Jersey P.O. Box 712 Trenton, New Jersey 08625

RE: State Plan Amendment (SPA) TN 20-0019

Dear Ms. Jacobs:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State Plan submitted under transmittal number (TN) 20-0019. Effective October 1, 2020, this amendment continues authorization for Graduate Medical Education (GME) payments made on behalf of individuals enrolled in the New Jersey CW Demonstration in the amount of \$163,500,000 to be paid in 9 equal monthly payments.

We conducted our review of your submittal according to the statutory requirements at sections 1902(a)(2), 1902(a)(13), 1902(a)(30), 1923 and 1903(a) of the Social Security Act and the implementing Federal regulations at 42 CFR Part 447. This letter is to inform you that New Jersey 20-0019 is approved effective October 1, 2020. The CMS-179 and approved plan pages are enclosed.

If you have any questions, please contact Novena James-Hailey at (617) 565-1291 or Novena.JamesHailey@cms.hhs.gov.

Sincerely,

For

Rory Howe Acting Director

Enclosures

EPARTMENT OF HEALTH AND HUMAN SERVICES FORM APPROVE ENTERS FOR MEDICARE AND MEDICAID SERVICES OMB NO. 0938-			
TRANSMITTAL AND NOTICE OF APPROVAL OF	1. TRANSMITTAL NUMBER:	2. STATE	
STATE PLAN MATERIAL	20-0019-MA	New Jersey	
FOR: CENTERS FOR MEDICARE AND MEDICAID SERVICES	3. PROGRAM IDENTIFICATION: TI	, in the second s	
FOR: CENTERS FOR MEDICARE AND MEDICAID SERVICES	SOCIAL SECURITY ACT (MEDIC		
TO: REGIONAL ADMINISTRATOR	4. PROPOSED EFFECTIVE DATE		
CENTERS FOR MEDICARE AND MEDICAID SERVICES	October 1, 2020		
DEPARTMENT OF HEALTH AND HUMAN SERVICES			
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 AME		h amendment)	
6. FEDERAL STATUTE/REGULATION CITATION:	7. FEDERAL BUDGET IMPACT		
Social Security Act Section 1902(a)(13)	FFY 2020: \$0 FFY 2021: \$81,750,000		
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:	9. PAGE NUMBER OF THE SUPERS	SEDED PLAN SECTION	
	OR ATTACHMENT (If Applicable)):	
Attachment 4.19-A Pages I-227(d) (e) (f)	Same		
10. SUBJECT OF AMENDMENT:			
SFY 2021 GME Distribution Methodology			
11. GOVERNOR'S REVIEW (Check One):			
GOVERNOR'S OFFICE REPORTED NO COMMENT	OTHER, AS SPECIFIED:		
COMMENTS OF GOVERNOR'S OFFICE ENCLOSED	Not required, purs	uant to 7.4 of the Plan	
NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL			
12. SIGNATURE OF STATE AGENCY OFFICIAL:	16. RETURN TO:		
	Jennifer Jacobs, Assistant Commissioner		
	Division of Medical Assistance	and Health Services	
13. TYPED NAME: Carole Johnson	P.O. Box 712, #26		
13. I YPED NAME: Carole Johnson	Trenton, NJ 08625-0712		
14. TITLE: Commissioner	,,		
15. DATE SUBMITTED: 12/7/20			
FOR REGIONAL OFFICE USE ONLY			
17. DATE RECEIVED:	18. DATE APPROVED:		
12/7/2020	3/4/21		
PLAN APPROVED - ON	E COPY ATTACHED	CIAL.	
19. EFFECTIVE DATE OF APPROVED MATERIAL: 10/1/2020		CIAL: For	
21. TYPED NAME:	22. TITLE:	101	
Rory Howe	Director, Financial Manageme	nt Group	
23. REMARKS:	· · · · · · · · · · · · · · · · · · ·		

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT State of New Jersey

Reimbursement for In-State Acute Care Inpatient Hospital Services Graduate Medical Education (GME) and Indirect Medical Education (IME)

12.4 Distribution of Graduate Medical Education (GME) Made on Behalf of Individuals enrolled in New Jersey's Comprehensive Waiver (NJCW) Demonstration.

(a) Effective for State fiscal year 2021, \$163,500,000 in GME payments (paid in 9 equal monthly payments) made on behalf of individuals enrolled in the NJCW Demonstration shall be distributed to all eligible acute care teaching hospitals according to the following table. An eligible acute care teaching hospital is defined as any acute care hospital with GME interns and residents Full Time Equivalencies (FTEs).

1,992,382
77,869
1,681,908
1,363,253
1,150,399
1,822,377
239,881
24,214,007
465,315
1,324,902
771,500
2,582,767
7,535,434
292,151
280,424
7,060,579
4,066,478
5,039,077
3,962,601
934,442
5,222,063
3,837,809
763,679
13,577,086
92,343
1,497,384
426,928
882,621

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STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT State of New Jersey

Reimbursement for In-State Acute Care Inpatient Hospital Services Graduate Medical Education (GME) and Indirect Medical Education (IME)

Dehart Wood Johnson University Heanital	11 027 740
Robert Wood Johnson University Hospital	11,927,749
RWJ University Hospital - Somerset	272,187
St. Barnabas Medical Center	6,064,353
St. Francis Medical Center	675,786
St. Joseph's University Medical Center	12,881,231
St. Luke's Warren Hospital	233,025
St. Mary's General Hospital	95,102
St. Michael's Medical Center	2,906,482
St. Peter's University Hospital	5,162,507
Trinitas Regional Medical Center	2,364,674
University Hospital	24,828,390
Virtua Marlton Hospital	823,095
Virtua Memorial Hospital	340,241
Virtua Our Lady of Lourdes Hospital	1,628,572
Virtua Willingboro Hospital	138,951
TOTAL	163,500,000

- (b) Distribution of Graduate Medical Education (GME) in the Event of a Hospital Closure or Hospital Acquisition During or After State Fiscal Year (SFY) 2021: In the event of a hospital closure or hospital acquisition, GME allocations that would have been provided to the closed hospital are to be redistributed to the acquiring hospital. If the acquiring hospital is not receiving GME FTEs from the closed or acquired hospital, the GME amount will be redistributed to all eligible hospitals by applying the current SFY GME payment formula excluding the closed or acquired hospital from the payment formula.
- (c) Appeal process for distribution of Graduate Medical Education (GME)
 - (a) In the event that a hospital elects to appeal the subsidy allocation, the following procedure is to be adhered to:
 - 1. A hospital which suspects that the subsidy payment schedule reflects a calculation error shall notify the New Jersey Department of Health Executive Director of the Office of Healthcare Financing in writing of the suspected calculation error within 15 working days of issuance of the schedule. A calculation error is limited to a mathematical mistake made by the Department or

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data not matching the actual source documents used to calculate the GME payment. If upon review it is determined by the Department of Health that the appeal finds an error was made and the error is confirmed and would constitute at least a five percent change in the hospital's allocation amount, a revised industry-wide subsidy payment schedule will be issued.

2. A notice by a hospital of an intent to appeal the amount of its allocation indicated on the subsidy payment schedule, for reasons other than a calculation error, shall be submitted in writing to the New Jersey Department of Health Executive Director of the Office of Healthcare Financing within 15 working days of issuance of the particular subsidy payment schedule. Within 30 working days of issuance of the subsidy payment schedule, the hospital shall submit to the Executive Director two copies of its appeal, describing in

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