

## **Table of Contents**

**State/Territory Name: New Jersey**

**State Plan Amendment (SPA) NJ: 25-0007**

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  
7500 Security Boulevard, Mail Stop S3-14-28  
Baltimore, Maryland 21244-1850



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**Financial Management Group**

May 14, 2026

Gregory Woods  
Assistant Commissioner  
Division of Medical Assistance and Health Services  
P.O. Box 712, Mail Code #26  
Trenton, NJ 08625-0712

Reference: TN NJ-25-0007

Dear Commissioner Woods,

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State plan submitted under transmittal number (TN) NJ-25-0007. This amendment revises the distribution of Graduate Medical Education Supplemental (GME-S) payments for State Fiscal Year 2026.

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 447 Subpart C.

This is to inform you that Medicaid State plan amendment NJ-24-0009 is approved effective July 1, 2025. The CMS-179 and the amended plan page(s) are attached.

If you have any additional questions or need further assistance, please contact Blake Holt at (303)-844-6218 or [Blake.Holt@cms.hhs.gov](mailto:Blake.Holt@cms.hhs.gov).

Sincerely,



Rory Howe  
Director  
Financial Management Group

Enclosures

**TRANSMITTAL AND NOTICE OF APPROVAL OF  
STATE PLAN MATERIAL  
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES**

1. TRANSMITTAL NUMBER

2 5 — 0 0 0 7

2. STATE

NJ

3. PROGRAM IDENTIFICATION: TITLE OF THE  
SOCIAL SECURITY #

XIX  XXI

TO: CENTER DIRECTOR  
CENTERS FOR MEDICAID & CHIP SERVICES  
DEPARTMENT OF HEALTH AND HUMAN SERVICES

4. PROPOSED EFFECTIVE DATE

July 1, 2025

5. FEDERAL STATUTE/REGULATION CITATION

Social Security Act 1902(a)(13)

6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars)

a. FFY ~~2024~~ 2025 \$ 5,796,495  
b. FFY ~~2025~~ 2026 \$ 17,389,484

7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT

Attachment 4.19-A Page I-227(g)(1) and I-227(g)(1)(a)

8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION  
OR ATTACHMENT (If Applicable) same

(I-227(g)(1))

9. SUBJECT OF AMENDMENT

SFY 2026 Graduate Medical Education (GME) Supplemental Program

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

OTHER, AS SPECIFIED:

11. SIGNATURE OF STATE AGENCY OFFICIAL

12. TYPED NAME  
Sarah Adelman

13. TITLE  
Commissioner, Department of Human Services

14. DATE SUBMITTED  
9/26/25

15. RETURN TO

Gregory Woods, Assistant Commissioner Division  
of Medical Assistance and Health Services P.O. Box  
712, Mail Code #26 Trenton, NJ 08625-0712

FOR CMS USE ONLY

16. DATE RECEIVED 09/26/25

17. DATE APPROVED

PLAN APPROVED - ONE COPY ATTACHED

18. EFFECTIVE DATE OF APPROVED MATERIAL  
07/01/2025

19. SIGNATURE OF APPROVING OFFICIAL

20. TYPED NAME OF APPROVING OFFICIAL  
Rory Howe

21. TITLE OF APPROVING OFFICIAL  
Director, Financial Management Group

22. REMARKS

04/09/2026: State concurs with pen and ink change to Box 6.  
4/23/2026: State concurs with pen and ink changes to Boxes 7  
and 8.

**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)  
GME Supplemental Program**

Effective for State Fiscal Year (SFY) 2026, the GME Supplemental (GME-S) Subsidy equals \$34,000,000. Payments in substantially equal monthly payments shall be made to eligible hospitals in the following manner:

<b>HOSP NO</b>	<b>HOSPITAL NAME</b>	<b>SFY 2026 GME-S</b>
2	Newark Beth Israel Medical Center	\$4,362,443
3	Hackensack UMC- Palisades	\$561,036
14	Cooper Hospital/University MC	\$8,657,332
16	CarePoint Health - Christ Hospital	\$168,554
19	St. Joseph's University Medical Center	\$3,607,264
27	Trinitas Regional Medical Center	\$785,337
40	CarePoint Health - Hoboken University Medical Center	\$432,584
58	New Bridge Medical Center (Bergen Regional)	\$472,301
70	St. Peter's University Hospital	\$1,268,667
74	Jersey City Medical Center	\$1,348,812
92	Capital Health Regional Medical Center	\$1,183,153
96	St. Michael's Medical Center	\$1,063,886
119	University Hospital	\$7,945,915
324	Inspira Medical Center - Vineland	\$2,142,717
	<b>TOTAL</b>	<b>\$34,000,000</b>

Distribution of GME-S in the Event of a Hospital Closure or Hospital Acquisition During or After SFY 2026: In the event of a hospital closure or hospital acquisition, GME-S 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-S FTEs from the closed or acquired hospital, the GME-S amount will be redistributed to all eligible hospitals by applying the current SFY GME-S payment formula excluding the closed or acquired hospital from the payment formula.

GME-S payments made to providers as referenced above are made pursuant to 42 CFR §438.60.

25-0007 MA NJ

TN: 25-0007 MA (NJ)

Approval Date: May 14, 2026

Supersedes: 24-0010 MA (NJ)

Effective Date: 7/1/25

**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)  
GME Supplemental Program**

The New Jersey GME formula adopts the Medicare DGME logic for calculating direct training costs, using per-resident cost  $\times$  resident FTEs  $\times$  Medicaid share of managed care days; and replicates the Medicare IME formula exactly, applying it to Medicaid managed care encounters instead of Medicare IPPS payments.

The State's formula also splits funding proportionally between DME and IME, as Medicare does via separate payment mechanisms.

The result is a Medicare-modeled GME system, adapted for Medicaid managed care populations and calibrated to a fixed annual subsidy amount.

The appeal process for distribution of GME-S is the same as the appeal process for GME.

25-0007 MA NJ

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TN: 25-0007 MA (NJ)

Approval Date: May 14, 2026

Supersedes: NEW

Effective Date: 7/1/25