Table of Contents

State/Territory Name: RI

State Plan Amendment (SPA) #: 24-0016

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 230 South Dearborn Chicago, Illinois 60604



Financial Management Group

March 4, 2025

Richard Charest, Secretary Executive Office of Health and Human Services State of Rhode Island 3 West Road, Virks Building Cranston, RI 02920

RE: TN 24-0016

Dear Secretary Charest:

The Centers for Medicare & Medicaid Services (CMS) has reviewed the proposed Rhode Island state amendment (SPA) to Attachment 4.19-B, RI-24-0016, which was submitted to CMS on December 6, 2024. This plan amendment exempts CPT code 41899 from this methodology and increases payment to 95% of the Medicare rate for G0330.

We reviewed your SPA submission for compliance with statutory requirements including in sections 1902(a)(2), 1902(a)(13), 1902(a)(30), and 1903 as it relates to the identification of an adequate source for the non-federal share of expenditures under the plan, as required by 1902(a) (2), of the Social Security Act and the applicable implementing Federal regulations.

Based upon the information provided by the state, we have approved the amendment with an effective date of October 1, 2024. We are enclosing the approved CMS-179 and a copy of the new state plan page.

If you have any additional questions or need further assistance, please contact Lindsay Michael at 410-786-7197 or Lindsay.Michael@cms.hhs.gov.

Sincerely,

Todd McMillion Director Division of Reimbursement Review

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 42 CFR 447 Subpart C 7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT Attachment 4.19-B page 1	1. TRANSMITTAL NUMBER 2. STATE 2 4 0 0 1 6 3. PROGRAM IDENTIFICATION: TITLE OF THE SOCIAL SECURITY ACT XIX XXI 4. PROPOSED EFFECTIVE DATE October 1, 2024 6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars) a FFY 2025 \$ 150.281 b. FFY 2026 \$ 178,551 8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (<i>If Applicable</i>) Attachment 4.19-B page 1 (RI-22-0010) Attachment 4.19-B page 1 (RI-22-0010)
9. SUBJECT OF AMENDMENT Outpatient Hospital Facility Fees	
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:
	. RETURN TO DHHS West Rd. ranston, RI 02920
FOR CMS USE ONLY	
12/6/24	. DATE APPROVED March 4, 2025
18. EFFECTIVE DATE OF APPROVED MATERIAL 19 10/1/24 19	SIGNATURE OF APPROVING OFFICIAL
20. TYPED NAME OF APPROVING OFFICIAL	. TITLE OF APPROVING OFFICIAL
Todd McMillion	Director, DRR
22. REMARKS	

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METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES – OTHER TYPES OF CARE PAYMENT FOR MEDICAL AND REMEDIAL CARE AND SERVICES

- Fee structures will be established which are designed to enlist participation of a sufficient number of
 providers of services in the program so that eligible persons can receive the medical care and
 services included in the plan at least to the extent they are available.
- Participation in the program will be limited to providers of service who accept, as payment in full, the amounts paid in accordance with the fee structure.
- Payment for physician, dentist and other individual practitioner services will be equal to the lesser of
 the billed charge or the State's fee for that service. Fee schedules are posted on the Executive Office
 of Health and Human Services web site under the Providers and Partners tab:
 http://www.eohhs.ri.gov/ProvidersPartners/GeneralInformation/ProviderDirectories/Hospitals.aspx.
 All governmental and private service providers are reimbursed according to the same published fee
 schedule. The Medical Assistance Program rates were set as of July 1, 2017 and are effective for
 services on or after that date.

The following is a description of the payment structure by items of service.

- 1. Inpatient hospital services: as described in attachment 4.19A.
- Outpatient hospital services: The Medical Assistance Program will pay for outpatient hospital services using a fee schedule approach based on, but necessarily identical to, the Medicare outpatient prospective payment system. Specific provisions are as follows:
 - a. In general, payment will be by fee schedule, with the fee multiplied by the number of allowable units on the claim line. Fees will be derived as follows:
 - b. For visits, surgeries, imaging procedures, drugs, and other services where Medicare pays hospitals using Ambulatory Payment Classification (APC) groups, except as otherwise noted in the plan, state-developed fee schedule rates are the same for both governmental and private providers of outpatient hospital services. The agency's fee schedule rate was set as of July 1, 2019 and is effective for services provided on or after that date. All rates are published on the EOHHS website at the address listed above. For the period of July 1, 2019 through June 30, 2020 outpatient rates will be increased by 7.2%. For the period of July 1, 2022 through June 30, 2023, outpatient rates will be increase by 5.0%. For each state fiscal year thereafter, rates will be increased based on the change in the 'actual regulation market basket' as reflected in the CMS Outpatient Hospital Prospective Payment System Market Basket Update without productivity adjustment for the calendar year that contains the start of the current state fiscal year. The methodology above does not, however, apply to CPT code 41899, which is reimbursed at a rate equivalent of 95 percent of Medicare OPPS rate for G0330.
 - c. For physical, occupational, and speech therapy services, except as otherwise noted in the plan, state-developed fee schedule rates are the same for both governmental and private providers of outpatient hospital services. The agency's fee schedule rate was set as of July 1, 2019 and is effective for services provided on or after that date. All rates are published on the EOHHS website at the address listed above. For the period of July 1, 2019 through June 30, 2020 outpatient rates will be increased by 7.2%. For the period of July 1, 2022 through June 30, 2023, outpatient rates will be increase by 5.0%. For each state fiscal year thereafter, rates will be increased based on the change in the 'actual regulation market basket" as reflected in the CMS Outpatient Hospital Prospective Payment System Market Basket Update without productivity adjustment for the calendar year that contains the start of the current state fiscal year.
 - d. For laboratory services with dates of service on or after January 1, 2016, payment will be at the non-hospital community laboratory rate. The fees are effective for claims with a date of service on or after January 1, 2016. The fee schedule can be found on the EOHHS website at the address listed above.

TN No: 24-0016 Supersedes TN No. 22-0010