

## **Table of Contents**

**State/Territory Name: South Dakota**

**State Plan Amendment (SPA) #: 25-0011**

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**

September 2, 2025

Heather Petermann, Director  
Department of Social Services  
Division of Medical Services  
700 Governors Drive  
Pierre, SD 571501-2291

RE: TN 25-0011

Dear Director Petermann

The Centers for Medicare & Medicaid Services (CMS) has reviewed the proposed South Dakota state plan amendment (SPA) to Attachment 4.19-A SD 25-0011, which was submitted to CMS on June 13, 2025. This plan amendment updates the supplemental payment amounts for inpatient and nursing facilities.

We reviewed your SPA submission for compliance with statutory requirements, including in sections 1902(a)(2), 1902(a)(13), 1902(a)(30), 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 June 1, 2025. 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 Sudev Varma at 301-448-3916 or via email at [sudev.varma@cms.hhs.gov](mailto:sudev.varma@cms.hhs.gov)

Sincerely,

A solid black rectangular box used to redact the signature of the sender.

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 1 1

2. STATE

SD3. PROGRAM IDENTIFICATION: TITLE OF THE SOCIAL  
SECURITY ACT

XIX



XXI

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

4. PROPOSED EFFECTIVE DATE

June 1, 2025

5. FEDERAL STATUTE/REGULATION CITATION

42 CFR 447.201

6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars)

a. FFY 2025 \$ 822,472b. FFY 2026 \$ 0

7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT

Attachment 4.19-A, Page 14  
Attachment 4.19-D, Page 17b8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION  
OR ATTACHMENT (If Applicable)Attachment 4.19-A, Page 14 TN# 24-0010  
Attachment 4.19-D, Page 17b TN# 24-0010

9. SUBJECT OF AMENDMENT

Updates the supplemental payment amounts for inpatient and nursing facility providers.

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  
Heather Petermann13. TITLE  
Director14. DATE SUBMITTED  
June 13, 2025

15. RETURN TO

DEPARTMENT OF SOCIAL SERVICES  
DIVISION OF MEDICAL SERVICES  
700 GOVERNORS DRIVE  
PIERRE, SD 57501-2291**FOR CMS USE ONLY**16. DATE RECEIVED  
June 13, 202517. DATE APPROVED  
September 2, 2025**PLAN APPROVED - ONE COPY ATTACHED**18. EFFECTIVE DATE OF APPROVED MATERIAL  
June 1, 2025

19. SIGNATURE OF APPROVING OFFICIAL

20. TYPED NAME OF APPROVING OFFICIAL  
Rory Howe21. TITLE OF APPROVING OFFICIAL  
Director of the Financial Management Group

22. REMARKS

The Department of Social Services (DSS) supports ensuring access and proper coordination of care. The department will make supplemental payments to further these goals to the following private providers in the following amounts:

<b>Provider</b>	<b>Amount</b>
Abbot House Inc	\$13,954
Aurora Plains Academy	\$7,662
Avera	\$214,803
Bennett County	\$15,326
Black Hills Surgical	\$14,917
Mobridge Regional	\$7,834
Monument Health	\$764,271
Lutheran Social Services	\$4,586
Our Home	\$28,802
Rushmore Ambulatory Surgery	\$11,254
Sanford	\$234,594
Sioux Falls Children's Home	\$38,413

Effective June 1, 2025, supplemental payments will be made using data calculated for the period of January 1, 2024 to December 31, 2024. Payments for the supplemental payment period will be made during the last quarter of the state fiscal year.

The payment will be made to the provider through the MMIS system. Payments will be made directly to the qualifying provider through a supplemental payment mechanism and will appear on their remittance advice. Each provider will receive written notification at the time of payment of the payment amount from the Division of Medical Services.

Payments made in error will be recovered via a supplemental recovery mechanism and will appear on the provider's remittance advice. The agency will notify the provider in writing explaining the error prior to the recovery. The Federal share of payments made in excess will be returned to CMS in accordance with 42 CFR Part 433, Subpart F.

The maximum aggregate payment to all qualifying providers shall not exceed the available upper payment limit in accordance with 42 CFR 447.272.

The Department of Social Services (DSS) supports ensuring access and proper coordination of care. The department will make supplemental payments to further these goals to the following private providers in the following amounts:

<b>Provider</b>	<b>Amount</b>
Avera	\$16,367
Bennett County	\$529
Legacy	\$22,630
Monument Health	\$4,069
Sanford	\$16,334

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