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State/Territory Name: Virginia

State Plan Amendment (SPA) #: 21-0020

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 AND HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S2-26-12 Baltimore, MD 21244-1850



Financial Management Group

August 20, 2021

Karen Kimsey, Director The Commonwealth of Virginia Department of Medical Assistance Services 600 Eat Broad Street, #1300 Richmond, VA 23219

Re: Virginia 21-0020

Dear Ms. Kimsey:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid State plan submitted under transmittal number (TN) 21-0020. Effective for services on or May 15, 2021, this amendment adds a supplemental payment for freestanding children's hospitals.

We conducted our review of your submittal according to the statutory requirements at sections 1902(a)(2), 1902(a)(13), 1902(a)(30), 1903(a) and 1923 of the Social Security Act and the implementing Federal regulations at 42 CFR 447 Subpart C. We are pleased to inform you that Medicaid State plan amendment TN 21-0020 is approved effective May 15, 2021. The CMS-179 and the amended plan pages are attached.

If you have any questions, please contact Gary Knight at (304) 347-5723 or at gary.l.knight@hotmail.com.

Sincerely,

For

Rory Howe Acting Director

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES	1. TRANSMITTAL NUMBER 2. STATE 2 1 0 2 0 Virginia 3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL
FOR. CENTERS FOR MEDICARE & MEDICAID SERVICES	SECURITY ACT (MEDICAID)
TO: REGIONAL ADMINISTRATOR CENTERS FOR MEDICARE & MEDICAID SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES	4. PROPOSED EFFECTIVE DATE 5/15/2021
5. TYPE OF PLAN MATERIAL (Check One)	
NEW STATE PLAN AMENDMENT TO BE CONSIDERED ASNEW PLAN AMENDMENT	
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate transmittal for each amendment)	
6. FEDERAL STATUTE/REGULATION CITATION 42 CFR 447	7. FEDERAL BUDGET IMPACT a. FFY 2021 \$ 0 b. FFY 2022 \$ 0
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT	9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION
Attachment 4.19-A, revised page 17.3	OR ATTACHMENT <i>(If Applicable)</i> Same as box #8.
10. SUBJECT OF AMENDMENT	
DSH Changes for Children's Hospitals	
11. GOVERNOR'S REVIEW (Check One) GOVERNOR'S OFFICE REPORTED NO COMMENT	OTHER, AS SPECIFIED
COMMENTS OF GOVERNOR'S OFFICE ENCLOSED NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL	Secretary of Health and Human Resources
12. SIGNATURE OF STATE AGENCY OFFICIAL	6. RETURN TO
13. TYPED NAME Karen Kimsey 14. TITLE Director	Dept. of Medical Assistance Services 600 East Broad Street, #1300 Richmond VA 23219
15. DATE SUBMITTED 5/18/2021	Attn: Regulatory Coordinator
FOR REGIONAL ÓFFICE USE ONLY	
May 18, 2021	8. DATE APPROVED August 20, 2021
19. EFFECTIVE DATE OF APPROVED MATERIAL 20 May 15, 2021	0. SIGNATURE OF REGIONAL OFFICIAL For
21. TYPED NAME 22	2. TITLE
Rory Howe	Acting Director, Financial Management Group
23. REMARKS	

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State of VIRGINIA METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES-INPATIENT SERVICES

Supplemental Payments for Freestanding Children's Hospitals (12VAC 30-70-427)

Effective May 15, 2021, freestanding children's hospitals with greater than 50 percent Medicaid utilization in 2009 will receive additional hospital supplemental payments equal to what would have been paid under the disproportionate share hospital (DSH) formula in effect prior to June 2, 2017, without regard to the uncompensated care cost limit. These additional hospital supplemental payments shall take precedence over supplemental payments for private acute care hospitals. If the federal regulation is voided, DMAS shall continue DSH payments to the impacted hospitals and adjust the additional hospital supplemental payments authorized in this paragraph accordingly. The department shall have the authority to implement these changes effective May 15, 2021, and prior to completion of any regulatory action to effect such changes.