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State/Territory Name: WA

State Plan Amendment (SPA) #: 24-0037

This file contains the following documents in the order listed:

Approval Letter
CMS 179 Form/Summary Form (with 179-like data)
Approved SPA Pages

Centers for Medicare & Medicaid Services Center for Medicaid & CHIP Services 230 South Dearborn Chicago, Illinois 60604



Financial Management Group

October 16, 2024

Charissa Fotinos, Director Health Care Authority PO Box 45502 Olympia, WA 98504-5010

RE: TN 24-0037

Dear Director Fotinos:

The Centers for Medicare & Medicaid Services (CMS) has reviewed the proposed Washington state plan amendment (SPA) to Attachment 4.19-B WA 24-0037, which was submitted to CMS on August 26, 2024. This plan amendment clarifies mental health rate determination language without modifying the methodology for setting rates.

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 July 1, 2024. 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 DRR analyst James Moreth at (206) 615-2043 or via email at James.Moreth@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 1902(a) of the Social Security Act 7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT | 2 4 0 0 3 7 VVA 3. PROGRAM IDENTIFICATION: TITLE OF THE SOCIAL SECURITY ACT XIX XXI 4. PROPOSED EFFECTIVE DATE July 1, 2024 6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars) a FFY 2024 \$ 0 b. FFY 2025 \$ 0 8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION |
|---|--|
| Attachment 4.19-B page 38- 37 | OR ATTACHMENT <i>(If Applicable)</i> Attachment 4.19-B page 38 37 (TN# 15-0014 23-0010) |
| 9. SUBJECT OF AMENDMENT Mental Health Services Rate Language Updates | |
| 10. GOVERNOR'S REVIEW (Check One) O GOVERNOR'S OFFICE REPORTED NO COMMENT COMMENTS OF GOVERNOR'S OFFICE ENCLOSED NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL | • OTHER, AS SPECIFIED: EXEMPT |
| 12. TYPED NAME Charissa Fotinos, MD, MSc 13. TITLE Medicaid and Behavioral Health Medical Director 14. DATE SUBMITTED August 26, 2024 | 15. RETURN TO State Plan Coordinator POB 42716 Olympia, WA 98504-2716 |
| FOR CMS USE ONLY | |
| | 17. DATE APPROVED October 16, 2024 |
| PLAN APPROVED - ONE COPY ATTACHED | |
| 7/1/24 | 19. SIGNATURE OF APPROVING OFFICIAL |
| 20. TYPED NAME OF APPROVING OFFICIAL Todd McMillion | 21. TITLE OF APPROVING OFFICIAL Director, DRR |
| 22 REMARKS | |

10/7/24- P&I change to boxes 7 and 8 to correct page number from 38 to 37. To box 8 to correct TN# to 23-0010

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State WASHINGTON

POLICY AND METHODS USED IN ESTABLISHING PAYMENT RATES FOR EACH OF THE OTHER TYPES OF CARE OR SERVICE LISTED IN SECTION 1905 (A) OF THE ACT THAT IS INCLUDED IN THE PROGRAM UNDER THE PLAN (cont.)

XVIII. Mental Health Services

The circumstances in which the Medicaid agency will reimburse eligible behavioral health providers under the fee-for-service system are when a Medicaid population is not eligible or elects to be served through managed care (1932 or 1915(b) authorities); or when a contract between the state and a managed care entity that had provided behavioral health services is discontinued. Mental health fee-for-service rates are developed using the methodology below.

When possible, rates are developed using the RBRVS methodology. Rates are established and updated using the Resource Based Relative Value Scale (RBRVS) methodology as adopted in the Medicare Fee Schedule Data Base (MFSDB). In this methodology, the State uses CMS-established relative value units (RVU) multiplied by the Geographic Practice Cost Indices (GPCI) and the conversion factors, both of which are specific to Washington. Current conversion factors and descriptions are found in Supplement 3 to Attachment 4.19-B.

Behavioral health and other services are reimbursed using a flat fee based on market value, service rate schedules from other states, budget impacts, historical pricing, and/or comparable services. When providers serve an individual who meets behavioral health services requirements, the provider may receive an additional rate.

Except as otherwise noted in the plan, fee schedule rates are the same for both governmental and private providers of these services. See 4.19-B, I, General, #G for the agency's website where the fee schedules are published.