

Table of Contents

State/Territory Name: Wisconsin

State Plan Amendment (SPA) WI: 24-0017

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



Financial Management Group

December 13, 2024

William Hanna
State Medicaid Director
Department of Health Services
1 West Wilson St.
P.O. Box 309
Madison, WI 53701-0309

RE: TN 24-0017

Dear Director Hanna:

The Centers for Medicare & Medicaid Services (CMS) has reviewed the proposed Wisconsin state plan amendment (SPA) to Attachment 4.19-A WI-24-0017, which was submitted to CMS on September 27, 2024. This plan amendment modifies the Inpatient Hospital State Plan to remove per-hospital cap of \$541,386 on payments per state fiscal year to support new graduate medical education residents.

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 July 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 Tom Caughey at 517-487-8598 or via email at tom.caughey@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 1 7

2. STATE

WI

3. 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

7/1/2024

5. FEDERAL STATUTE/REGULATION CITATION

42 USC 256h

6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars)

a. FFY 2025 \$ 305,000

b. FFY 2026 \$ 305,000

7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT

Attachment 4.19-A, page 43, §9810 - §9840

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 PAGE NUMBER OF THE SUPERSEDED PLAN SECTION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

9. SUBJECT OF AMENDMENT

DHS will modify the Inpatient Hospital State Plan to remove per-hospital cap of \$541,386 on supplemental payments per state fiscal year to support new graduate medical education residents, consistent with 2023 Wisconsin Act 185.

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:

Signed by:

Nathan Belliorst
FEE914564647475

STATE AGENCY OFFICIAL

12. TYPED NAME

13. TITLE

14. DATE SUBMITTED

September 27, 2024

15. RETURN TO

FOR CMS USE ONLY

16. DATE RECEIVED

September 27, 2024

17. DATE APPROVED

December 13, 2024

PLAN APPROVED - ONE COPY ATTACHED

18. EFFECTIVE DATE OF APPROVED MATERIAL

July 1, 2024

19. SIGNATURE OF APPROVING OFFICIAL

20. TYPED NAME OF APPROVING OFFICIAL

Rory Howe

21. TITLE OF APPROVING OFFICIAL

Director, FMG

22. REMARKS

9800 Graduate Medical Education Supplemental Payments for Hospitals

This section establishes supplemental payments for graduate medical education residents at qualified hospitals **training physicians for practice in Wisconsin. To be eligible for payments under this section, hospitals must be** otherwise eligible to receive WMP payments and meet the qualifying criteria outlined below.

9810 Introduction

Hospitals located in the State of Wisconsin may receive supplemental payments to support new graduate medical education residents. The Department will distribute such payments to hospitals to fund the addition of resident positions to existing accredited **graduate medical education programs including family medicine, general internal medicine, general surgery, pediatrics and psychiatry.**

9820 Qualifying Criteria

The hospital must meet the following criteria:

- a) **The hospital serves rural and underserved communities in Wisconsin.**
- b) The hospital serves as an approved training site for an accredited graduate medical education program in **one or more of the following specialties: family medicine, general internal medicine, general surgery, pediatrics or psychiatry.**
- c) The hospital meets applicable, minimum requirements to be WMP-certified.
- d) Priority for funding will be given to hospitals that meet the following criteria: The hospital is located in the **State of Wisconsin.**
- e) The hospital and its' associated graduate medical education program has a retention rate of at least 30 **percent of graduate residents remaining to practice in Wisconsin's rural and underserved communities.**
- f) The hospital serves underserved areas with a population of less than 50,000; more rural areas, e.g., those with populations of less than 10,000 receive higher priority.
- g) **The hospital includes a focus on physician training in working with team-based care, in prevention and public health, in cost effectiveness and health care economics, and in working in new service delivery models, e.g., Accountable Care Organizations or patient-centered medical homes.**

9830 Amounts of Supplemental Payments

The amount of payment per hospital shall not exceed \$180,462 per resident per state fiscal year. It is the intention of the Department that payments be made annually for the duration of the residencies expanded under the supplemental payment program.

Funds are restricted to direct costs of the resident, i.e., salary, fringe benefits, travel expenses incurred in travel to and from required participating sites, and malpractice insurance. Funds cannot be used for capital improvements, equipment and supplies (medical and non-medical), sub-contracts, consultant fees, research, or planning activities. These funds shall not be used to supplant or replace existing funds supporting the proposed targeted specialty program from other sources, including local, state or federal funds.

The Department sets forth a methodology as defined in §9840 for distributing the graduate medical education **resident supplemental payments.**

9840 Allocation Methodology

- a) The Department shall solicit competitive applications for supplemental payments for residents through a **Request for Applications from qualified hospitals.**
- b) The existing, accredited residency program at the hospital must be in family medicine, general internal medicine, general surgery, pediatrics or psychiatry.
- c) Each separately participating qualifying hospital cannot receive more than \$180,462 per resident.