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State/Territory Name: Michigan

State Plan Amendment (SPA) #: MI 21-0010

This file contains the following documents in the order listed:

- Approval Letter
 CMS 179 Form
- 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

November 5, 2021

Ms. Kate Massey State Medicaid Director State of Michigan, Department of Community Health 400 South Pine Street Lansing, Michigan 48933

RE: Michigan State Plan Amendment (SPA) 21-0010

Dear Ms. Massey:

We have reviewed the proposed amendment to Attachment 4.19-A of your Medicaid state plan submitted under transmittal number (TN) 21-0010 effective for services on or after September 1, 2021. This SPA provides reimbursement methodology for rapid whole genome sequencing testing provided in the inpatient hospital setting.

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 regulations at 42 CFR 447 Subpart C. We hereby inform you that Medicaid State plan amendment 21-0010 is approved effective September 1, 2021. We are enclosing the CMS-179 and the amended plan pages.

If you have any questions, please call Tom Caughey at (517) 487-8598.

Sincerely,



Enclosure

DEPARTMENT OF HEALTH AND HUMAN SERVICES HEALTHCARE FINANCING ADMINISTRATION		FORM APPROVED OMB NO. 0938-0193	
	1. TRANSMITTAL NUMBER:	2. STATE:	
TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL FOR: HEALTH CARE FINANCING ADMINISTRATION	F 21 - 0010	Michigan	
	3. PROGRAM IDENTIFICATION: TITLE XIX		
	SECURITY ACT (MEDICAID)		
	TITLE XIX OF THE SOCIAL SECURITY A	TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID) 4. PROPOSED EFFECTIVE DATE	
TO: REGIONAL ADMINISTRATOR HEALTH FINANCING ADMINISTRATION	September 1, 2021		
DEPARTMENT OF HUMAN SERVICES			
5. TYPE OF PLAN MATERIAL (Check One):			
□ NEW STATE PLAN □ AMENDMENT TO BE CONSIDERED AS NEW PLAN ☑ AMENDMENT			
COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate Transmittal for each amendment)			
6. FEDERAL STATUTE/REGULATION CITATION:	7. FEDERAL BUDGET IMPACT:		
42 CFR 447	a. FFY 2021 \$320,500 b. FFY 2022 \$624,900		
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:		PLAN SECTION	
Attachment 4.19-A, Page 11a	OR ATTACHMENT (If Applicable):		
10. SUBJECT OF AMENDMENT:			
This SPA provides authority for reimbursement, separate from the Diagnosis Related Group (DRG) payment, for			
medically necessary Rapid Whole Genome Sequencing testing in the inpatient hospital setting.			
11. GOVERNOR'S REVIEW (Check One):			
□ GOVERNOR'S OFFICE REPORTED NO COMMENT			
COMMENTS OF GOVERNOR'S OFFICE ENCLOSED Kate Massey, Director			
NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL MIECICAL Services Administration			
12. SIGNATUE OF STATE AGENCY OFFICIAL:	16. RETURN TO:		
	Medical Services Administration Actuarial Division - Federal Liaison Capitol Commons Center - 7 th Floor 400 South Pine Lansing, Michigan 48933		
13. TYPED NAME:			
Kate Massey			
14. TITLE: Director, Medical Services Administration			
15. DATE SUBMITTED: August 12, 2021	Attn: Erin Black		
FOR REGIONAL OFFICE USE ONLY 17. DATE RECEIVED: 18 DATE APPROVED:			
August 12, 2021	November 5, 2021		
PLAN APPROVED – ONE COPY ATTACHED 19. EFFECTIVE DATE OF APPROVED MATERIAL: 20. SIGNATURE OF REGIONAL OFFICIAL:			
September 1, 2021	For		
21. TYPE NAME:	22. TITLE:		
Rory Howe	Director, Financial Management Group		
23. REMARKS:			

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State of MICHIGAN

Policy and Methods for Establishing Rates Inpatient Hospital

I. HOSPITAL RAPID WHOLE GENOME SEQUENCING (RWGS) TESTING REIMBURSEMENT

RAPID WHOLE GENOME SEQUENCING TESTING PROVIDED IN THE INPATIENT HOSPITAL SETTING IS EXCLUDED FROM THE DRG PAYMENT. AN ADDITIONAL PAYMENT FOR MEDICALLY NECESSARY RWGS WILL BE MADE TO A HOSPITAL WHEN ESTABLISHED CLINICAL CRITERIA IS MET. COSTS ASSOCIATED WITH RWGS ARE TO BE BILLED SEPARATELY FROM THE INPATIENT EPISODE. HOSPITAL REIMBURSEMENT WILL BE MADE ACCORDING TO THE MEDICAID LABORATORY FEE SCHEDULE.