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State/Territory Name: NY

State Plan Amendment (SPA): NY-22-0029

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 Page

DEPARTMENT OF HEALTH & HUMAN SERVICES

Centers for Medicare & Medicaid Services Center for Medicaid & CHIP Services 233 North Michigan Ave., Suite 600 Chicago, Illinois 60601



Financial Management Group

February 2, 2024
Amir Bassiri
New York State
Department of Health (DOH)
Medicaid Director
99 Washington Ave-One Commerce Plaza Suite 1432
Albany, NY 12210

RE: New York Plan Amendment (SPA) Transmittal Number 22-0029

Dear Director Bassiri:

We have reviewed the proposed New York State Plan Amendment (SPA) to Attachment 4.19-B submitted under TN-NY-22-0029, which was submitted to the Centers for Medicare & Medicaid Services (CMS) on June 27th, 2022. This plan proposes to extend supplemental upper payment limit distributions for outpatient hospital services to voluntary sector hospitals.

Based upon the information provided by the State, we have approved the amendment with an effective date of April 1st, 2022. 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 Jerica Bennett at 1-410-786-1167 or jerica.bennett@cms.hhs.gov.

Sincerely,

Todd McMillion
Director
Division of Reimbursement Review

Enclosures

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 and 42 CFR 447 1905(a)(2)(A) Outpatient Hospital Services 7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT Attachment 4.19-B Page: 2(c)(v.2)	$\frac{2}{2}$ $\frac{2}{2}$ $\frac{0}{2}$ $\frac{0}{2}$ $\frac{2}{9}$ $\frac{1}{1}$ $\frac{1}{2}$
9. SUBJECT OF AMENDMENT 2022 Voluntary Outpatient UPL Payments	
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	
11. SIGNATURE OF STATE AGENCY OFFICIAL	15. RETURN TO
	New York State Department of Health Division of Finance and Rate Setting
12. TYPED NAME Amir Bassiri	99 Washington Ave – One Commerce Plaza
13. TITLE Acting Medicaid Director	Suite 1432 Albany, NY 12210
14. DATE SUBMITTED June 27, 2022	
FOR CMS (JSE ONLY
16. DATE RECEIVED 06/27/2022	17. DATE APPROVED February 2, 2024
PLAN APPROVED - ONE COPY ATTACHED	
18. EFFECTIVE DATE OF APPROVED MATERIAL 04/01/2022	19. SIGNATURE OF APPROVING OFFICIAL
20. TYPED NAME OF APPROVING OFFICIAL	21. TITLE OF APPROVING OFFICIAL
Todd McMillion	Director, Division of Reimbursement Review
22. REMARKS Pen and ink changes	
Box 6- Federal Statute/Regulation Citation- § 1905(a)(2)(A) Outpatient Hospital Services	
Box 7- Federal Budget Impact	
a. FFY 04/01/22-09/30/22 \$ 19,016,746.00 \$ 19,016,746.00 \$ 19,016,746.00	

New York **2(c)(v.2)**

1905(a)(2)(A) Outpatient Hospital Services

Hospital Outpatient Supplemental Payments — Non-government Owned or Operated General Hospitals

Effective for the period April 1, 2022, through March 31, 2023, supplemental payments are authorized for certain general hospitals for outpatient services furnished in the 2022 calendar year. Payments under this provision will not exceed \$76,066,984.

To receive payment under this provision, a general hospital, as defined in Attachment 4.19-A of the state plan, must meet all of the following:

- (i) must be non-government owned or operated;
- (ii) must operate an emergency room; and
- (iii) must have received an Indigent Care Pool payment for the 2022 rate year; and/or must have a facility specific projected disproportionate share hospital payment ceiling for the 2022 rate year that is greater than zero.

The amount paid to each eligible hospital will be determined based on an allocation methodology utilizing data reported in eligible hospitals' most recent Institutional Cost Report submitted to the New York State Department of Health as of October 1, 2021:

(a) Thirty percent of the payments under this provision will be allocated to eligible general hospitals classified as a safety net hospital, based on each hospital's proportionate share of all safety net hospitals' Medicaid discharges for inpatient hospital services, including both Medicaid fee-for-service and managed care discharges for acute and exempt services.

For this purpose, a safety net hospital is defined as an eligible general hospital having either: a Medicaid share of total inpatient hospital discharges of at least 35%, including both fee-for-service and managed care discharges for acute and exempt services; or a Medicaid share of total discharges of at least 30%, including both fee-for-service and managed care discharges for acute and exempt services, and also providing obstetrical services.

(b) Seventy percent of the payments under this provision will be allocated to eligible general hospitals based on each hospital's proportionate share of all eligible hospitals' Medicaid discharges for inpatient hospital services, including both Medicaid fee-for-service and managed care discharges for acute and exempt services.

Eligible Hospitals will receive payment under (a) and/or (b), as eligible, with each hospital's payment made in a lump sum distribution.

TN <u>#22-0029</u>	Approval Date February 2, 2024
Supersedes TN <u>#21-0035</u>	Effective Date <u>April 01, 2022</u>