

**PUBLIC NOTICE**

**(Medicaid Rate Reductions)**

The Department of Health and Human Services, Division of Medical Assistance (DMA) hereby provides notice of its intent to amend the Reimbursement sections of Medicaid State Plan for the programs listed below. To comply with SL 2011 - 145, section 10.37(a) (6), DMA will be submitting State Plan Amendments for the purpose of revising rate methodology language to reflect, for SFY 2011 – 2012, rates that will be frozen at the rate in effect on June 30, 2011. Effective October 1, 2011, existing rates are adjusted as indicated below to yield a twelve (12) month two percent (2%) reduction in the nine (9) remaining months of this State Fiscal Year. Effective for SFY 2012 – 2013, rates paid to North Carolina Medicaid service providers will be adjusted to reflect an amount equal to 98% of the rate in affect as of June 30, 2011.

These amendments will become effective October 1, 2011. The estimated impact of the rate reduction to the state budget for each state plan amendment submitted is as follows:

Medicaid Program	SFY 2012 Reduction %	SFY 2012 Impact	SFY 2013 Impact
Vent, Head, Geropsych Facilities	-2.67%	(\$80,901)	\$0
Swing beds and non-acute level of care	-2.67%	(\$4,816)	\$0
Home Health & Private Duty Nursing	-2.67%	(\$1,088,083)	\$0
Adult Care Homes	No Adjustment Rates Frozen	\$0	\$0
Hearing Aids	-2.67%	(\$1,302)	\$0
In-Home Care Services	-2.67%	(\$2,087,860)	\$0
Rehabilitation Services	-2.65%	(\$1,856,599)	\$0
Licensed Non-Physician Services	-2.66%	(\$1,333,691)	\$0
Extended Services for Pregnant Women	-2.67%	(\$63)	\$0
Optical Supplies	-2.66%	(\$5,808)	\$0
Physician Fee Schedule	No Adjustment Rates Frozen	\$0	\$0
Ambulance	-2.66%	(\$173,867)	\$0
Nurse Midwives, CRNA, Anes. Assist.	-2.67%	(\$95,050)	\$0
Dialysis	-2.67%	(\$154,885)	\$0
Dental	-2.67%	(\$3,737,829)	\$0
Psychiatric Residential Facility Services (PRTF)	-2.67%	(\$351,734)	\$0
Independent Labs and X-Rays	-2.66%	(\$352,934)	\$0
Durable Medical Equipment	-2.66%	(\$510,777)	\$0
Ambulatory Surgical Centers	-2.67%	(\$88,484)	\$0
Home Infusion Therapy	-2.67%	(\$57,868)	\$0
Orthotics and Prosthetics	-2.67%	(\$103,694)	\$0
LEA	No Adjustment Rates Frozen	\$0	\$0
TCM – HIV Case Mgmt	-2.67%	(14,896)	\$0
TCM – At Risk Case Mgmt	-2.62%	(\$0)	\$0
TCM – IDD Case Mgmt	-2.67%	(\$254,037)	\$0
TCM – MH/SA	No Adjustment Rates Frozen	\$0	\$0

A copy of the proposed public notice may be viewed at the county department of social services. Questions, comments and requests for copies of the proposed State Plan amendment should be directed to the Division of Medical Assistance at the address listed below:

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