



North Carolina Department of Health and Human Services

Pat McCrory
Governor

Aldona Z. Wos, M.D.
Ambassador (Ret.)
Secretary DHHS

September 26, 2014

Jackie Glaze
Associate Regional Administrator
Division of Medicaid
Centers for Medicare and Medicaid Services
Region IV
Atlanta Federal Center
61 Forsyth Street, SW Suite 4T20
Atlanta, GA 30303-8909

SUBJECT: State Plan Amendment
Title XIX, Social Security Act
Transmittal #2014-042

Dear Ms. Glaze:

Please find attached an amendment for North Carolina's State Plan under Title XIX of the Social Security Act for the Medical Assistance Program. The affected page is Attachment 4.19-B Supplement 1, Page 3.

The state plan changes are to revise the reimbursement methodologies for Pregnant Women Program. This change also includes a 1% rate reduction to the Pregnant Women Program effective January 1, 2015 which implements Session Law 2014 – 100, Section 12H.14A.

This amendment is effective January 1, 2015.

Your approval of this state plan amendment is requested. If you have any questions or concerns, please contact Teresa Smith or me at 919-855-4116.

Sincerely,

Aldona Z. Wos, M.D.

Enclosures

State Plan Under Title XIX of the Social Security Act
Medical Assistance Program
State: North Carolina

Payments for Medical and Remedial Care and Services

Extended services to pregnant women

SFY 2010 –The rates for SFY 2010 are frozen as of the rates in effect at July 1, 2009, except Medicaid rates may be adjusted downward in accordance with the current years downward adjustments to the Medicare fee schedule. Effective October 1, 2009, an overall negative rate adjustment of 9.76 % was applied. There will be no further annual rate adjustment for SFY 2010.

SFY 2011 - For SFY 2011, the rate will be frozen at the rate in effect on June 30, 2010.

SFY 2012 – Frozen rates will be adjusted effective November 1, 2011, existing rates are adjusted by a negative 2.67% to yield a twelve (12) month two percent (2%) reduction in the nine (9) remaining months of this State Fiscal Year for all Medicaid private and public providers with the following exception: Local Health Departments.

SFY 2013 – Effective July 1, 2012, the rates will be adjusted such that they will equal 98% of the rate in effect July 1, 2011 for all Medicaid private and public providers with the following exception: Local Health Departments. There will be no further annual adjustments this state fiscal year.

SFY 2014 – Effective August 1, 2013, the rates will be frozen at the rate in effect on June 30, 2013. There will be no further annual adjustments.

SFY 2015 - Effective July 1, 2014, the rates will be frozen at the rate in effect on June 30, 2014. Effective January 1, 2015, rates will be adjusted such that they will equal 99% of the rate in effect December 31, 2014. There will be no further annual adjustments.

SFY 2016 - Effective July 1, 2015, the rates are frozen at the rate in effect as of June 30, 2015. There will be no further annual adjustments this state fiscal year.

Reference: Attachment 4.19-B, Section 20, Page 1

TN No. 14-042
Supersedes
TN No. 13-019

Approval Date: _____

Effective Date: 01/01/2015