



## 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 #2014-045

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-A, Supplement 1, Page 2.

This state plan change is to revise the reimbursement methodologies for the Psychiatric Residential Treatment Facility (PRTF) Program. This change also includes a 1% rate reduction to the PRTF 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,

A handwritten signature in black ink, appearing to read "Aldona Z. Wos".

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: Inpatient Hospital

Payment for Inpatient Psychiatric Facility Services for Individuals Under 21 Years of Age:

SFY 2010 – The rates for SFY 2010 are frozen as of the rates in effect at July 1, 2009. Effective October 1, 2009, an overall program reduction of 4.29% was applied. There will be no further annual adjustment.

SFY 2011 – The rates for SFY 2011 are frozen as of the rates in effect at July 1, 2010. There will be no further annual adjustment.

SFY 2012 – Effective July 1, 2011, rates will be frozen at the rate in effect on June 30, 2011. 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.

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. There will be no further annual adjustments this state fiscal year.

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

SFY 2015 – Effective July 1, 2014, rates will be frozen at the rate in effect on June 30, 2014. Effective January 1, 2015, the 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 this state fiscal year.

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 except that Medicaid rates may be adjusted downward in accordance with the current years downward adjustments to the Medicare fee schedule.

Reference: Attachment 4.19-A: Page 44

TN. No. 14-045  
Supersedes  
TN. No. 13-014

Approval Date: \_\_\_\_\_

Eff. Date: 01/01/2015