## **Table of Contents**

**State/Territory Name: NY** 

State Plan Amendment (SPA): NY-22-0063

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 Pages

#### DEPARTMENT OF HEALTH & HUMAN SERVICES

Centers for Medicare & Medicaid Services Center for Medicaid & CHIP Services 230 South Dearborn Chicago, Illinois 60604



#### **Financial Management Group**

June 28, 2024

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

RE: TN 22-0063

Dear Director Bassiri:

The Centers for Medicare & Medicaid Services (CMS) has reviewed the proposed New York state plan amendment (SPA) NY-22-0063 to Attachment 4.19-B, which was submitted to CMS on June 30, 2022. This plan amendment implements a 5.4% Cost of Living Adjustment (COLA) for outpatient hospital services, including Outpatient Rehabilitation, and Opioid Treatment Programs.

We reviewed your SPA submission for compliance with statutory requirements including in sections 1902(a)(2), 1902(a)(13), 1902(a)(30), and 1903 as it relates to the identification of an adequate source for the non-federal share of expenditures under the plan, as required by 1902(a)(2), of the Social Security Act and the applicable implementing Federal regulations.

Based upon the information provided by the state, we have approved the amendment with an effective date of April 1, 2022. We are enclosing the approved CMS-179 and a copy of the new state plan pages.

If you have any additional questions or need further assistance, please contact Jerica Bennett at 410-786-1167 or via email at <u>jerica.bennett@cms.hhs.gov.</u>

Sincerely,

Todd McMillion Director Division of Reimbursement Review

**Enclosures** 

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL	$\begin{array}{c ccccccccccccccccccccccccccccccccccc$				
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES	3. PROGRAM IDENTIFICATION: TITLE OF THE SOCIAL SECURITY ACT XIX XXI				
TO: CENTER DIRECTOR CENTERS FOR MEDICAID & CHIP SERVICES DEPARTMENT OF HEALTH AND HUMAN SERVICES	4. PROPOSED EFFECTIVE DATE  April 1, 2022				
5. FEDERAL STATUTE/REGULATION CITATION	6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars)				
§ 1902(a) of the Social Security Act and 42 CFR 447	a FFY 04/01/22-09/30/22 \$ 121,243 b. FFY 10/01/22-09/30/23 \$ 242,687				
7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT	8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable)				
Attachment 4.19-B: Pages 1(e)(6), 1(p)(iv)	Attachment 4.19-B: Pages 1(e)(6), 1(p)(iv)				
9. SUBJECT OF AMENDMENT	•				
OASAS 5.4% COLA-Non Institutional Svc					
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	OTHER, AS SPECIFIED:				
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	Suite 1432				
Acting Medicaid Director	Albany, NY 12210				
14. DATE SUBMITTED June 30, 2022					
FOR CMS U	USE ONLY				
16. DATE RECEIVED 06/30/2022	17. DATE APPROVED June 28, 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					

#### New York 1(e)(6)

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

#### Dually Licensed Article 28 & Article 32 Hospital-Based APG Base Rate Table

Peer Group	Region	Rate Start Date	Base Rate as of 01/01/11
Chemical Dependence Outpatient Clinic	Downstate	10/1/10	\$181.72
Chemical Dependence Outpatient Clinic	Upstate	10/1/10	\$146.57
Opioid Treatment Program (Clinic)	Downstate	1/3/11	\$180.99
Opioid Treatment Program (Clinic)	Upstate	1/3/11	\$157.14
Outpatient Rehabilitation Clinic	Downstate	1/1/11	\$151.20
Outpatient Rehabilitation Clinic	Upstate	1/1/11	\$116.23

Hospital-based OASAS clinic Medicaid rates can be found on the Office of Addiction Services and Supports (OASAS) website at:

https://www.oasas.ny.gov/admin/hcf/FFS/RegionAPGBaseRate.cfm

Effective April 1, 2022, the posted rates for April 1, 2018 will receive a cost-of-living adjustment of 5.4%. The April 1, 2022 rates can be found at the link above.

TN	#22-0063	#22-0063 Approval Date	
Sup	ersedes TN #10-0041	Effective Date	April 01, 2022

#### New York 1(p)(iv)

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

# OASAS Opioid Treatment Programs (OTPs) Alternative Reimbursement Methodology – Hospital Weekly Bundles (continued)

Each program furnishing OTP bundled services shall keep those records necessary to disclose the extent of services the program furnishes to beneficiaries and, on request, furnish to OASAS that information. Such information shall include, at minimum, the following: date of service; name of recipient; Medicaid identification number; name of practitioner providing each service; exact nature of the service, extent or units of service; and the place of service. OASAS will review such data in order to revise, as necessary, the bundled payments described herein.

OASAS will conduct regular programmatic reviews for compliance with state regulations and Federal law and issue corrective actions plans for any noted deficiencies. In addition, service frequency and utilization data will be collected and tracked by OASAS.

The bundled payments shown for April 1, 2021 were calculated by regionalizing the statewide COVID bundled payments approved in the NYS disaster relief SPA, which are the 2019 base (unregionalized) Medicare bundled payments, using the OASAS OTP regional factor of 1.1700 (Downstate relative to Upstate) for freestanding facilities. The calculated payments are the same for hospitals and freestanding programs. The regional factor was applied assuming that the Downstate region would continue to have 94.41% of the methadone bundle service volume, which is the value found in the initial service period COVID bundle data used for the rate calculation. The pre-April 1, 2021 statewide bundled payments for rate code 7973 and 7975 were \$207.49 and \$258.47 respectively. The April 1, 2021 medication take home fees are identical to those of Medicare, which are not regionalized.

Effective April 1, 2022, the posted rates for April 1, 2021 (found in OASAS section-Opioid Treatment Programs (OTPs) Alternative Reimbursement Methodology-Hospital Weekly Bundles) will receive a cost-of-living adjustment of 5.4%. The April 1, 2022 rates can be found at the link below:

https://www.oasas.ny.gov/admin/hcf/FFS/RegionAPGBaseRate.cfm

TN #22-0063	Approval Date June 28, 2024
Supersedes TN <u>#21-0005</u>	Effective Date April 01, 2022