## **Public Notice**

## Michigan Department of Health and Human Services Medical Services Administration

## Update to the Reimbursement for Neonatal and Obstetrical Services State Plan Amendment Request

The Michigan Department of Health and Human Services (MDHHS) has submitted a State Plan Amendment (SPA) request to the Centers for Medicare & Medicaid Services (CMS) to update the language associated to the reimbursement for specified neonatal and obstetrical services. The anticipated effective date for the neonatal and obstetrical services SPA is January 1, 2018.

In response to the MDHHS Fiscal Year 2018 budget contained in Public Act 170 of 2017, Section 1791, effective for dates of service on and after January 1, 2018, Medicaid reimbursement rates for specified neonatal intensive and critical care services will be 64% of the Medicare rate.

In response to the MDHHS Fiscal Year 2018 budget contained in Public Act 170 of 2017, Section 1862, effective for dates of service on and after October 1, 2014, Medicaid reimbursement rates for specified obstetrical services are 95% of Medicare rates.

The estimated gross cost to the State of Michigan for the SPA is \$4.2 million per year and has been included in state budget appropriations.

There is no public meeting scheduled regarding this notice. Any interested party wishing to request a written copy of the SPA or wishing to submit comments may do so by submitting a request in writing to: MDHHS/Medical Services Administration, Program Policy Division, PO Box 30479, Lansing MI 48909-7979 or e-mail <u>MSADraftPolicy@michigan.gov</u> by November 27, 2017. A copy of the proposed State Plan Amendment will also be available for review at <u>http://michigan.gov/mdhhs/0,5885,7-339-73970\_5080-108153--,00.html</u>.

RELEASED: October 23, 2017