Department of Health & Human Services Centers for Medicare & Medicaid Services 233 North Michigan Avenue, Suite 600 Chicago, Illinois 60601-5519



March 25, 2016

Marie Zimmerman, State Medicaid Director Minnesota Department of Human Services P.O. Box 64983 St. Paul, MN 55164-0983

Dear Ms. Zimmerman:

Enclosed for your records is an approved copy of the following State Plan Amendment:

Transmittal #15-0001	Payment rate increase for dental services delivered by certain providers affiliated with Hennepin County Medical Center.
	Effective Date: January 1, 2015

If you have any additional questions, please have a member of your staff contact Sandra Porter at (312) 353-8310 or via e-mail at <u>Sandra.Porter@cms.hhs.gov</u>.

Sincerely,

/s/ Alan Freund, acting ARA

Ruth A. Hughes Associate Regional Administrator Division of Medicaid and Children's Health Operations

Enclosure

cc: Ann Berg, MDHS Sean Barrett, MDHS

ATTACHMENT 4.19-B Page 31d

STATE: MINNESOTA Effective: January 1, 2015 TN: 15-01 Approved: 3/25/16 Supersedes: NEW 10. Dental services (continued):

Additional payment adjustment for dental services provided at Hennepin

County Medical Center: Effective for services delivered on or after January 1, 2015, in recognition of the dental services provided by dentists and other dental practitioners, an additional adjustment, in total for the dental practice groups contracted with Hennepin County Medical Center (Hennepin Healthcare System), will be made in the first quarter of each calendar year, within two years following the close of the federal fiscal year. The adjustment equals the difference between the average commercial payer rates for the services delivered at Hennepin County Medical Center by dentists and other dental practitioners affiliated with Hennepin County Medical Center and the rates paid to those providers under this section of Attachment 4.19-B using rates from the most recently complete calendar year available. Total payments shall be based on the data described below and calculated beginning with payments made in January of each year as follows:

- For dental services delivered at Hennepin County Medical Center by dentists and other dental practitioners practicing with Hennepin Healthcare System, the set of services (by relevant CPT and CDT code) delivered to Medicaid eligible individuals and billed on a fee-for-service basis shall be determined using MMIS data.
- 2. Hennepin County Medical Center will supply, from its billing systems, the payment rates for their top three commercial payers.
- 3. The payment rates for each CPT and CDT code for each of the commercial payers will be averaged to determine the average commercial payer rate for each code.
- 4. The average commercial payer rate is then multiplied by the Medicaid frequency for each code.
- 5. The Medicaid payment amount is subtracted from the result in paragraph 4 for each code.
- 6. The final payment amount is equal to the sum of the amounts in paragraph 5.