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State Plan Amendment

SPA 19-0003 Chemical Dependency Treatment Facility Services - Effective 01/01/2019

This file contains the following documents in order listed:

1. CMS Approval Letter
2. CMS Form 179
3. Superseding Page Listing (Attachment to Blocks 8 & 9 of CMS Form 179)
4. Approved SPA Page
Regional Operations Group

April 17, 2019

Our Reference: TX SPA 19-0003

Ms. Stephanie Muth
State Medicaid Director
Texas Health and Human Services Commission
Mail Code: H100
Post Office Box 13247
Austin, TX 78711

Dear Ms. Muth

We have reviewed the State’s proposed amendment to the Texas State Plan submitted under Transmittal Number 19-0003, dated March 18, 2019. This state plan amendment updates the chemical dependency treatment facilities fee schedule.

Based on the information submitted, we have approved the amendment for incorporation into the official Texas State Plan with an effective date change of January 1, 2019. A copy of the CMS-179 and approved plan pages are enclosed with this letter.

If you have any questions, please contact Ford Blunt of my staff. Mr. Blunt may be reached at (214) 767-6381 or by e-mail at Ford.Blunt@cms.hhs.gov.

Sincerely,

Bill Brooks
Director
Centers for Medicaid & CHIP Services
Regional Operations Group
**TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL**

FOR: CENTERS FOR MEDICARE AND MEDICAID SERVICES

TO: REGIONAL ADMINISTRATOR
CENTERS FOR MEDICARE AND MEDICAID SERVICES
DEPARTMENT OF HEALTH AND HUMAN SERVICES

<table>
<thead>
<tr>
<th>1. TRANSMITTAL NUMBER:</th>
<th>19-0003</th>
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<tbody>
<tr>
<td>2. STATE:</td>
<td>TEXAS</td>
</tr>
<tr>
<td>3. PROGRAM IDENTIFICATION:</td>
<td>TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)</td>
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<tr>
<td>4. PROPOSED EFFECTIVE DATE:</td>
<td>January 1, 2019</td>
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5. TYPE OF PLAN MATERIAL (Circle One):
- [ ] NEW STATE PLAN
- [ ] AMENDMENT TO BE CONSIDERED AS NEW PLAN
- [x] AMENDMENT

COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (Separate Transmittal for each amendment)

6. FEDERAL STATUTE/REGULATION CITATION:
42 C.F.R. § 440.50(a); §1905(a)(5)(A) of the Social Security Act, relating to Physician Services; 42 C.F.R. § 440.60(a); §1905(a)(6) of the Social Security Act, relating to Other Licensed Practitioners.

7. FEDERAL BUDGET IMPACT: SEE ATTACHMENT
   - a. FFY 2019 $ 2,880
   - b. FFY 2020 $ 4,186
   - c. FFY 2021 $ 4,229

8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT: SEE ATTACHMENT TO BLOCKS 8 & 9

9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable): SEE ATTACHMENT TO BLOCKS 8 & 9

10. SUBJECT OF AMENDMENT:
The amendment updates the chemical dependency treatment facility fee schedule.

11. 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

12. SIGNATURE OF STATE AGENCY OFFICIAL:

13. TYPED NAME: Stephanie Muth

14. TITLE: State Medicaid Director

15. DATE SUBMITTED: March 18, 2019

FOR REGIONAL OFFICE USE ONLY

17. DATE RECEIVED: March 18, 2019

18. DATE APPROVED: April 17, 2019

19. EFFECTIVE DATE OF APPROVED MATERIAL: January 1, 2019

20. SIGNATURE OF REGIONAL OFFICIAL:

21. TYPED NAME: Bill Brooks

22. TITLE: Director
   Regional Operations Group

23. REMARKS:
<table>
<thead>
<tr>
<th>Number of the Plan Section or Attachment</th>
<th>Number of the Superseded Plan Section or Attachment</th>
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<tbody>
<tr>
<td>Attachment 4.19-B Page 21</td>
<td>Attachment 4.19-B Page 21 (TN 17-0025)</td>
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28. **Rehabilitative Chemical Dependency Treatment Facility Services**

Medicaid providers of rehabilitative substance abuse and dependency treatment services are reimbursed based on fee schedules as follows:

(a) Payment for covered rehabilitative substance abuse and dependency treatment services provided by a participating treatment facility is limited to the lesser of the customary charge or the allowable rates per established fee schedule by the single state agency. Room and board costs are excluded from the calculation of these chemical dependency facilities.

(b) The fee schedule established by HHSC is based upon: (1) analysis of the Department of State Health Services Mental Health Block Grant Substance Abuse Services fees; (2) review of Medicaid fees paid by other states; (3) Medicaid fees for similar services; and/or (4) some combination or percentage thereof.

(c) All fee schedules are available through the agency's website as outlined on Attachment 4.19-B, Page 1.

(d) The agency's fee schedule was revised with new fees for providers of rehabilitative substance abuse and dependency treatment services effective for services on or after January 1, 2019. The fee schedule was posted on the agency's website on February 8, 2019.