Financial Management Group

December 14, 2021

Karen Kimsey, Director
The Commonwealth of Virginia
Department of Medical Assistance Services
600 East Broad Street, #1300
Richmond, VA 23219

Attn: Regulatory Coordinator

RE: Virginia State Plan Amendment (SPA) Transmittal Number 21-0026

Dear Ms. Kimsey:

We have reviewed the proposed State Plan Amendment (SPA) to Attachment 4.19-B of Virginia's state plan, which was submitted to the Centers for Medicare & Medicaid Services (CMS) on September 27th, 2021. This plan amendment makes changes related to supplemental payments made to physicians affiliated with the Eastern Virginia Medical School.

Based upon the information provided by the State, we have approved the amendment with an effective date of October 1st, 2021. We are enclosing the approved CMS-179 and a copy of the new state plan page.

If you have any additional questions or need further assistance, please contact Jerica Bennett at 1-410-786-1167 or jerica.bennett@cms.hhs.gov.

Sincerely,

Todd McMillion

Todd McMillion
Director
Division of Reimbursement Review

Enclosures
**TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL**

**FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES**

1. **TRANSMITTAL NUMBER:** 21026
2. **STATE:** Virginia
3. **PROGRAM IDENTIFICATION:** TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)

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

4. **PROPOSED EFFECTIVE DATE:** 10/1/2021

5. **TYPE OF PLAN MATERIAL (Check One):**

- NEW STATE PLAN
- AMENDMENT TO BE CONSIDERED AS NEW PLAN
- **AMENDMENT**

6. **FEDERAL STATUTE/REGULATION CITATION:** 42 CFR 447

7. **FEDERAL BUDGET IMPACT**

- FFY 2021 $0
- FFY 2022 $0

8. **PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:** Attachment 4.19-B, revised page 6.4.1

9. **PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable):** Same as box #8.

10. **SUBJECT OF AMENDMENT:** EVMS Supplemental Payments

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

- **OTHER, AS SPECIFIED**
  Secretary of Health and Human Resources

12. **SIGNATURE OF STATE AGENCY OFFICIAL:**

Karen Kimsey, Director

13. **TYPED NAME:** Karen Kimsey

14. **TITLE:** Director

15. **DATE SUBMITTED:** 9/27/2021

16. **RETURN TO:**
Dept. of Medical Assistance Services
600 East Broad Street, #1300
Richmond VA 23219
Attn: Regulatory Coordinator

17. **DATE RECEIVED:** September 27, 2021

18. **DATE APPROVED:** December 14, 2021

19. **EFFECTIVE DATE OF APPROVED MATERIAL:** October 1, 2021

20. **SIGNATURE OF REGIONAL OFFICIAL:** Todd McMillion

21. **TYPED NAME:** Todd McMillion

22. **TITLE:** Director, Division of Reimbursement Review

23. **REMARKS**

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**Instructions on Back**

**Save**
STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State of VIRGINIA

METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATE-
OTHER TYPES OF CARE

18.5. Supplemental payments for services provided by physicians affiliated with Eastern Virginia Medical Center Physicians.

a. In addition to payment for physician services specified elsewhere in the State Plan, DMAS provides supplemental payments to physicians affiliated with Eastern Virginia Medical Center Physicians for furnished services provided on or after October 1, 2012. A physician affiliated with Eastern Virginia Medical Center Physicians is a physician who is employed by a publicly-funded medical school that is a political subdivision of the Commonwealth of Virginia, who provides clinical services through the faculty practice plan affiliated with the publicly funded medical school, and has entered into contractual arrangements for the assignment of payment in accordance with 42 CFR 447.10.

b. Effective October 1, 2021, the supplemental payment amount shall be the difference between the Medicaid payments otherwise made for physician services and the Medicare equivalent of the average commercial rate (ACR) percentage times the Medicare rates. The methodology for determining the Medicare Equivalent of the Average Commercial Rate is described in, Supplement 6, Attachment 4.19-B.

c. Supplemental payments shall be made quarterly, no later than 90 days after the end of the quarter.

TN No. 21-026 Approval Date 12/14/2021 Effective Date 10/1/2021

Supersedes
TN No. 18-024