



NC DEPARTMENT OF  
**HEALTH AND  
HUMAN SERVICES**  
Division of Health Benefits

ROY COOPER • Governor  
MANDY COHEN, MD, MPH • Secretary  
DAVE RICHARD • Deputy Secretary, NC Medicaid

MEMORANDUM

TO: DHB Management & State Plan E-mail Subscribers  
FROM: Arthur Becton, State Plan Amendments Coordinator  
SUBJECT: Update to State Plan for Health Benefits (302)  
DATE: November 17, 2020

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The following changes were made in the NC Medicaid State Plan Manual. You may view the Plan on DHB's website at <https://medicaid.ncdhhs.gov/meetings-and-notice/medicaid-state-plan-public-notice>.

**SPA 20-0004 (Hospital Inpatient Per Diem UPL)**. This state plan change outlines measures taken by Medicaid to revise the methodology for calculating the Upper Payment Limit (UPL) for Private and Non-State Government inpatient hospitals. The revised methodology will compute the UPL base on an imputed Medicare payment per diem rather than a Medicare payment per discharge.

This amendment is effective February 1, 2020.

**OLD PAGE(S):** Attachment 4.19-A, Pages 13b;13c.

**NEW PAGE(S):** Attachment 4.19-A, Pages 1a,13b;13c.

**SPA 20-0012 (Out of State Hospital SPA)**. The State Plan Amendment change is to revise the reimbursement methodology for Payments for Medical and Remedial Care and Services Inpatient Hospitals, Out-Of-State Hospitals payment methodology.

This amendment is effective July 1, 2020, and thereafter.

**OLD PAGE(S):** Attachment 4.19-A, Page 23.

**NEW PAGE(S):** Attachment 4.19-A, Page 23.

AB

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