



North Carolina Department of Health and Human Services  
**Division of Medical Assistance**

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**NOTICE TO NON-PUBLIC HOSPITALS THAT ARE ELIGIBLE TO RECEIVE MEDICAID ENHANCED PAYMENTS:**

State Plan Amendment TN No. 06-008, approved by CMS on September 21, 2006, Attachment 4.19-A, Page 9, paragraph (e)(1) states:

“The enhanced payment (to eligible hospitals) shall equal a percent, not to exceed the State’s federal financial participation rate in effect for the period for which the payment is being calculated, of the hospital’s inpatient “Medicaid deficit.” At least 10 calendar days in advance of the first payment of the payment plan year, the Division will determine, and notify eligible hospitals of, the percent of the inpatient “Medicaid deficit” to be paid as the enhanced payment for inpatient services.”

State Plan Amendment TN No. 06-008, approved by CMS on September 21, 2006, Attachment 4.19-B, Section 2, Page 1a, paragraph 2.a.1 (1) states:

“The enhanced payment (to eligible hospitals) shall equal a percent, not to exceed the State’s federal financial participation rate in effect for the period for which the payment is being calculated, of the hospital’s outpatient “Medicaid deficit.” At least 10 calendar days in advance of the first payment of the payment plan year, the Division will determine, and notify eligible hospitals of, the percent of the outpatient “Medicaid deficit” to be paid as the enhanced payment for outpatient services.”

During the 2011 federal fiscal year, the percent of the annual inpatient and outpatient “Medicaid deficit” to be paid to non-public hospitals as the enhanced payment for inpatient and outpatient services is 32.0623%. This information was published to the North Carolina Hospital Association on May 6, 2011.

