May 11, 2017

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 #17-0003  --Revising the reimbursement methodology for physician services.

--Effective Date: January 1, 2017

--Approval Date: May 11, 2017

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 Sandra.Porter@cms.hhs.gov.

Sincerely,

/s/ Alan Freund, Acting ARA

Ruth Hughes
Associate Regional Administrator
Division of Medicaid and Children’s Health Operations

Enclosures

cc:  Ann Berg, MDHS
     Sean Barrett, MDHS
5.a. Physicians' services, whether furnished in the office, the patient's home, a hospital, a nursing facility or elsewhere (continued).

Effective for services on or after January 14, 2014, the Resource Based Relative Value Scale conversion factors are:

- Evaluation and Management services: $27.92
- Obstetric services: $27.92
- Psychiatric services: $32.49
- All other physician services: $25.55

Effective for services on or after April 15, 2014, procedure code 58565 pays the lower of:

1) Submitted charge; or
2) $1863.65

Effective July 1, 2007, through June 30, 2009, eligible providers are paid an additional $125 every six months for each recipient for whom the provider demonstrates optimal diabetic and/or cardiovascular care which includes:

- Blood pressure less than 140/90; and
- Lipids less than 100; and