LEGAL NOTICE

STATE OF NEW JERSEY DEPARTMENT OF HUMAN SERVICES DIVISION OF MEDICAL ASSISTANCE AND HEALTH SERVICES

TAKE NOTICE that the New Jersey Department of Human Services (DHS), Division of Medical Assistance and Health Services (DMAHS) intends to seek approval from the United States Department of Health and Human Services (HHS), Centers for Medicare and Medicaid Services (CMS), for amendments to the New Jersey Medicaid (Title XIX) State Plan, in order to implement State Fiscal Year 2013 (SFY 13) budget provisions pursuant to the New Jersey Fiscal Year 2013 Appropriations Act.

Medicaid Hospital Inpatient Services exclusion of Annual Inflation Factor

Notwithstanding the provisions of any law or regulation to the contrary, of the amounts appropriated to Payments for Medical Assistance Recipients - Inpatient Hospitals, effective January 1, 2013 the Medicaid Inpatient Fee-For-Service payment rates will not be adjusted to incorporate the annual hospital inflation factor, also referred to as the economic factor recognized under the CMS TEFRA target limitations.

The above provision is expected to result in an aggregate savings of \$4.5 million (State and Federal funds) for State Fiscal Year 2013. DMAHS has determined that this action will not impair client access.

This Notice is intended to satisfy the requirements 42 U.S.C. 1396a(a)(13) and 42 C.F.R. 447.205. A copy of this Notice is available for public review at the Medical Assistance Customer Centers, County Welfare Agencies, and the Department's website at http://www.state.nj.us/humanservices/providers/grants/public/index.html.

Comments or inquiries must be submitted in writing within 30 days of the date of this notice to:

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