September 4, 2020

RE: Tribal Notification to Request Advice and Comments Letter 20-21: Diagnosis Related Group (DRG) Payment

Dear Tribal Leadership, Indian Health Service, Tribal Health Providers, and Other Interested Parties:

Seeking advice and comments from New Mexico’s Indian Nations, Tribes, Pueblos and their health care providers is an important component of the government-to-government relationship with the State of New Mexico. This letter is to inform you that the Human Services Department (HSD), through the Medical Assistance Division (MAD), is accepting written comments until **5:00 p.m. Mountain Time (MT) October 3, 2020**, regarding State Plan Amendment (SPA) 20-0017 Diagnosis Related Group (DRG) Payment.

Effective October 1, 2020, HSD is proposing to rescind the temporary DRG rate increases for inpatient hospital services which allowed for a 50% rate increase for Intensive Care Unit inpatient hospital stays and a 12.4% rate increase for all other inpatient hospital stays. The increased rates were implemented temporarily to assist hospitals during the Public Health Emergency (PHE). The proposed end date for the temporary rate increases is September 30, 2020.

**Tribal Impact**

HSD does not anticipate a financial impact to Indian Nations, Tribes, Pueblos or their health care providers as they will continue to be reimbursed at the OMB rate.

**Tribal Advice and Comments**

Tribes and Tribal health care providers may view the proposed changes on Diagnosis Related Group Payment on the HSD website at: [http://www.hsd.state.nm.us/providers/written-tribal-consultations.aspx](http://www.hsd.state.nm.us/providers/written-tribal-consultations.aspx), Tribal Notification 20-21.

**Important Dates**

**Written comments must be submitted by 5:00 p.m. Mountain Time (MT) on October 3, 2020.** Please send your comments to the MAD Native American Liaison, Theresa Belanger, at (505) 827-3122 or by email to Theresa.Belanger@state.nm.us. All written comments received will be posted on the HSD website at: [http://www.hsd.state.nm.us/providers/written-tribal-consultations.aspx](http://www.hsd.state.nm.us/providers/written-tribal-consultations.aspx) along with this notification letter. The public posting will include the name and any contact information provided by the
Tribal Leadership may request a government-to-government consultation by October 3, 2020. This request may be made to: Theresa.Belanger@state.nm.us or by calling (505) 827-3122.

Sincerely,

Nicole Comeaux, J.D., M.P.H.
State Medicaid Director