



C.L. "BUTCH" OTTER – Governor  
RUSSELL S. BARRON – Director

IDAHO DEPARTMENT OF  

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HEALTH & WELFARE

MATT WIMMER - Administrator  
DIVISION OF MEDICAID  
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December 22, 2017

*Dear Tribal Representative:*

This is to let you know that Idaho Medicaid intends to submit a State Plan Amendment (SPA) to calculate a Medicare Federal Upper Payment Limit (FUPL) for Durable Medical Equipment (DME) that shows, on an annual basis, that Medicaid is paying in the aggregate no more than what Medicare pays. We intend to submit the SPA no later than February 28, 2018.

The FUPL calculation will use all Medicare rate areas in the state, including competitive bidding areas located in urban counties. The FUPL methodology will allow the Division of Medicaid to determine fees for DME and medical supplies when the Medicare rate is insufficient for the Idaho Medicaid population or could result in a potential access issue.

The effective date is January 1, 2018. There is no expected increase or decrease in annual aggregate expenditures.

Idaho Medicaid's development of the proposed SPA will be reviewed as part of the Policy Update at the next quarterly Tribal meeting scheduled for February 22, 2018. Idaho Medicaid is interested in receiving your comments, questions or suggestions relating to this change. Should you have questions regarding this SPA, please contact KayLee Leavitt, Senior Financial Specialist, Office of Reimbursement, Bureau of Financial Operations, Division of Medicaid at (208) 287-1175 or [kaylee.leavitt@dhw.idaho.gov](mailto:kaylee.leavitt@dhw.idaho.gov) prior to February 22, 2018.

Sincerely,

MATT WIMMER  
Administrator

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